



Dave Yost • Auditor of State

CITY OF MAUMEE
LUCAS COUNTY
DECEMBER 31, 2016

TABLE OF CONTENTS

TITLE	PAGE
Independent Auditor's Report	Under separate cover
Comprehensive Annual Financial Report	Under separate cover
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	1

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

City of Maumee
Lucas County
400 Conant Street
Maumee, Ohio 43537

To the Members of Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the City of Maumee, Lucas County, Ohio (the City) as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 28, 2017.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the City's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the City's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Compliance and Other Matters

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, opining on compliance with those provisions was not an objective of our audit and

accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

Columbus, Ohio

June 28, 2017

CITY OF MAUMEE, OHIO

Lucas County, Ohio



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2016



COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE YEAR ENDED
DECEMBER 31, 2016

Prepared by the Finance Department

Debra L. Cartledge
Finance Director

Amber L. Rathburn
Assistant Finance Director



TABLE OF CONTENTS

**CITY OF MAUMEE
LUCAS COUNTY, OHIO**

I INTRODUCTORY SECTION

A Letter of Transmittalv
B List of Principal Officials xvi
C City Organizational Chart xvii
D Certificate of Achievement for Excellence in Financial Reporting..... xviii

II FINANCIAL SECTION

A Independent Auditor’s Report..... 1
B Management’s Discussion and Analysis5
C Basic Financial Statements:
 Government-wide Financial Statements:
 Statement of Net Position18
 Statement of Activities20
 Fund Financial Statements:
 Governmental Funds:
 Balance Sheet22
 Reconciliation of Total Governmental Fund Balances to Net Position of
 Governmental Activities.....24
 Statement of Revenues, Expenditures and Changes in Fund Balances26
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances to the Statement of Activities.....28
 Statement of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual (Non-GAAP Budgetary Basis):
 General Fund30
 Fallen Timbers TIF Fund.....31
 Proprietary Funds:
 Statement of Net Position32
 Statement of Revenues, Expenses and Changes in Fund Net Position.....34
 Statement of Cash Flows35
 Fiduciary Funds:
 Statement of Assets and Liabilities.....36
Notes to the Basic Financial Statements.....37

D Required Supplemental Information:

- Schedule of the City’s Proportionate Share of the Net Pension Liability.....84
- Schedule of City Contributions85

E Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Financial Statements:

- Combining Balance Sheet.....90
- Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....91
- Combining Balance Sheet – Nonmajor Special Revenue Funds92
- Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds96
- Combining Balance Sheet – Nonmajor Debt Service Funds100
- Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Debt Service Funds101
- Combining Balance Sheet – Nonmajor Capital Projects Funds102
- Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....104

Individual Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):

Major Governmental Funds:

- General Fund*.....106
- Special Revenue Fund:*
 - Fallen Timbers TIF Fund112
- Capital Projects Fund:*
 - Income Tax “B” (0.5%) Fund113

Nonmajor Governmental Funds:

- Special Revenue Funds:*
 - Street Construction, Maintenance and Repair Fund.....114
 - State Highway Improvement Fund.....115
 - Permissive Auto License Tax Fund.....116
 - Street Lighting Fund.....117

Nonmajor Governmental Funds: (Continued)

Special Revenue Funds:

Law Enforcement Trust Fund.....	118
Mandatory Drug Law Fund.....	119
Enforcement and Education Fund	120
Indigent Driver Alcohol Treatment Fund.....	121
Municipal Court Capital Improvement Fund	122
Community Housing Improvement Program Fund.....	123
Job Creation and Retention Fund	124
Maumee Revolving Loan Fund	125
Police Pension Fund	126
Street Opening Fund.....	127
Probation Services Fund.....	128
Indigent Driver Interlock Monies Fund.....	129
Court Clerk Computer Fund.....	130
Indigent Driver Alcohol Treatment Surplus Fund.....	131

Debt Service Funds:

General Bond Retirement Fund.....	132
Special Assessment Bond Retirement Fund.....	133

Capital Projects Funds:

Sewer Construction Fund	134
Waterline Construction Fund	135
Street Construction Fund.....	136
Sidewalk Construction Fund	137
Permanent Improvement Fund	138

Fiduciary Funds – Agency Funds:

Combining Statement of Changes in Assets and Liabilities	140
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III

STATISTICAL SECTION

Net Position by Component - Last Ten Years S 2

Changes in Net Position - Last Ten Years..... S 4

Fund Balances, Governmental Funds - Last Ten Years S 8

Changes in Fund Balances, Governmental Funds - Last Ten Years S 10

Income Tax Revenues by Source, Governmental Funds - Last Ten Years S 14

Income Tax Statistics - Current Year and Nine Years Ago S 17

Ratio of Outstanding Debt by Type - Last Ten Years S 18

Ratios of General Bonded Debt Outstanding - Last Ten Years..... S 20

Computation of Direct and Overlapping - Debt Attributable to
Governmental Activities - Current Year S 23

Debt Limitations - Last Ten Years S 24

Demographic and Economic Statistics - Last Ten Years S 26

Principal Employers - Current Year and Nine Years Ago S 29

Full Time Equivalent Employees by Function - Last Ten Years S 30

Operating Indicators by Function - Last Ten Years S 32

Capital Asset Statistics by Function - Last Ten Years S 36

INTRODUCTORY SECTION



CITY OF MAUMEE

DEPARTMENT OF FINANCE

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June 28, 2017

Introduction

Mayor Richard H. Carr, City Council
and the Citizens of the City of Maumee, Ohio:

We are pleased to present the Comprehensive Annual Financial Report for the City of Maumee (the "City") for the fiscal year ended December 31, 2016. The report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA) and audited in accordance with Generally Accepted Auditing Standards (GAAS). GAAP requires a narrative introduction, overview, and analysis called the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This Letter of Transmittal (LOT) is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Report

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Maumee to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data, as presented, is accurate in all material respects; is presented in a manner designed to fairly set forth the financial position and results of operations of the City; and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

State law, along with *Administrative Rules* of the Auditor of State, requires all city governments to publish an Annual Report within 150 days of the close of each fiscal year. This report must present a complete set of financial statements presented in conformity with GAAP. Various City debt service *Trust Agreements* require Audited Annual Reports in accordance with GAAS. Pursuant to these requirements, we hereby issue the CAFR of the City of Maumee, Ohio, for the fiscal year ended December 31, 2016.

Management of the City has established various internal controls designed to compile reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's various internal controls are designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City; and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been presented.

***Letter of Transmittal
For the Year Ended December 31, 2016***

The City's financial statements have been audited by the audit staff of the Auditor of the State of Ohio.

The Auditor issued an unmodified opinion that the basic financial statements are presented fairly in conformity with GAAP, in all material respects, representing the financial position of the City as of December 31, 2016. The report from the Auditor is presented as the first component of the financial section of this report.

PROFILE OF THE CITY OF MAUMEE

Location

The City of Maumee, Lucas County, Ohio, is situated in the beautiful Maumee River Valley, approximately nine miles southwest of downtown Toledo. Its 10.6 square mile area serves a residential population of 14,286 (revised 2010 Census). The land use is broken down as follows: 51% is residential, 40% is commercial or industrial, 8% is governmental or educational, and 1% is agricultural. The City's elevation is approximately 638 feet above sea level with median temperatures of 75F degrees in summer and 30F degrees in winter. Interstate Highways 80/90 (the Ohio Turnpike) and 475 serve as the City's major transportation arteries. The City is also served by one state highway (State Route 25) and four U.S. highways (U.S. Routes 20, 20A, 23 and 24). Another transportation route aiding the City is the north-south Interstate Highway I-75 that joins I-475 approximately 3 miles east.

Historical Information

Much of Ohio's Indian population was concentrated along the Maumee River, which served as a vital link to the British army post in Detroit, Michigan during the latter part of the 1700's. General Anthony Wayne led American troops against the Indians and won the decisive Battle of Fallen Timbers in 1794, opening the area to settlement. The War of 1812 permanently secured the area for the United States. The site of Maumee was first surveyed in 1817 by William Oliver, a former scout and officer at Fort Meigs. In 1820 Waynesfield Township was formed and in 1838 was incorporated as Maumee City.

During the mid 1800's, the Wabash and Lake Erie Canal and the newly completed Miami and Erie Canal turned Maumee into a bustling trade center. The large lake ships were unable to use the docks at Maumee because the river was too shallow in spots. Toledo gradually became the leading port in the Maumee Valley. Maumee served as the county seat of Lucas County until 1852 when the county seat moved to Toledo. The locks that connected the canal and the Maumee River are still visible today in the City's Towpath Park. Old Fort Miami, held by the British during the War of 1812 and the site of Dudley's Massacre lie within Maumee. Fort Meigs, a strategic location during the War of 1812 and later reconstructed as a historical monument, lies directly across the Maumee River in Perrysburg.

Form of Government

The City of Maumee, Ohio is a home-rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1951 and has been amended seven times (1958, 1968, 1976, 1989, 1994, 2005, and 2006).

***Letter of Transmittal
For the Year Ended December 31, 2016***

Legislative authority is vested in a seven-member City Council. All members are elected at-large to serve four-year terms. The Council establishes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, the appropriation and borrowing of money, the licensing and regulation of businesses and trades and other municipal purposes. The presiding officer is the Mayor, who has no vote unless there is a tie vote of the members of City Council. The Charter establishes certain administrative departments and the City Council may establish divisions of those departments and/or additional departments.

The City's chief executive and administrative officer is the Mayor, who is elected by the voters specifically to that office for a four-year term. The Mayor appoints, subject to the approval of Council, all the directors of the City's departments. The key appointed officials are the Finance Director, Law Director and the Directors of Public Service and Public Safety. The Director of Public Safety has also been appointed the City Administrator. The Mayor also appoints members to a number of boards and commissions and appoints and removes, in accordance with civil service requirements and various contract provisions, all non-elected City employees.

Municipal Services

Police Services:

Current authorized strength of the Maumee Police Division includes 23 patrol officers, four detectives, one D.A.R.E. officer, two school resource officers, eight sergeants, two lieutenants and a Chief. This safety force is supported by ten dispatchers, three clerical employees, one animal control officer and 5 part-time employees for various police positions. Total police training hours completed in 2016 was 7,366. The Police Division was certified with the Ohio Collaborative Advisory Board of the Ohio Criminal Justice Services. The division has eight patrol cars and is responsible for patrolling about 137 miles of streets. Due to its full-time status, the Police Division is entirely self-sufficient and provides 24-hour protection. In an unusually demanding situation, the division can call upon other local law enforcement agencies for assistance through a mutual aid contract entered into with other municipalities in Lucas County. In 2014, the Police Chief completed an eleven week training course at the FBI National Academy. The course is a combination of leadership instruction and physical fitness accredited through the University of Virginia. The Police Division has an emergency notification system called Code RED for all who live and work in Maumee. In 2015, the Village of Ottawa Hills, Ohio contracted their dispatch operations with the City of Maumee. Maumee dispatchers now provide services and enter calls for the Ottawa Hills Police Division. The Police Division coordinated the first city sponsored Drug Forum to educate citizens of all ages within the community about drug use and prevention and treatment recommendations. The Police Division also participated in the Lucas County OVI Task Force during 2016 along with an OVI Checkpoint one-day event. Other programs offered by the Police Division is the Citizens Academy, "Are You OK" Program for Seniors, Child Safety Seat Check, Safety City, D.A.R.E. Program and Bike Safety Program.

Fire and Emergency Medical Services:

The City's Fire Division personnel include 20 full-time and 27 volunteer employees. Equipment includes three fire engines, two ladder trucks, two heavy rescue truck, three advanced life support ambulances, one boats and one jet-ski for river rescues. There are also six SUV's used by chief officers and fire prevention staff, one SUV for EMS response, and one pickup truck. The Fire Division personnel completed a total of 3,614 hours of training in 2016. The Fire Division responded to 506 Fire calls and 1,484 City of Maumee EMS calls in 2016. Maumee received a Class 3 ISO rating in 2010 due to improved water line maps, newer fire equipment and vehicles, training hours, response times, fire inspections, fire losses in

***Letter of Transmittal
For the Year Ended December 31, 2016***

relation to property value, and the frequency of equipment testing. In addition, the City houses and operates a Lucas County EMS life squad staffed by full-time paramedics. The Fire Prevention Bureau performed 1,884 fire inspections in 2016. Community outreach by the Fire Division provided 51 fire education classes, the 8th Annual Family Safety Day, conducted three basic first aid/ Emergency Management classes for local Boy/Girl Scout Troops, gave out 100 free smoke detectors, and the “Car Crash Challenge” involving five area fire departments.

Service Department:

Streets, parks, and other City facilities are maintained by 31 full-time and 51 part-time equipment operators, laborers, and supervisors of the service department organized in the Construction, Operations, Streets and Natural Resources Divisions. The Service Department also includes the Recreation Division and the operation of Riverside Cemetery.

Parks and Recreational Facilities:

The City owns fourteen parks totaling nearly 126 acres including Fred J. Rolf Park which contains the City’s swimming pool, eight softball diamonds surrounding two concession/equipment buildings, and five soccer fields. Rolf Park Pool opened its gates in 2012. For the year 2016, attendance was over 27,000 and admission sales were \$194,700.

Rolf Park is home of Maumee High School, Middle School, and 4th and 5th grade spring softball programs. In the summer months, Rolf Park hosts many softball tournaments in conjunction with various organizations and records over 1,600 played official games each year. The new River Road Bike Path completed in 2015 is 3.1 miles for multi-use recreation. The S. E. Klewer Towpath Park, located along the Maumee River, features a walking trail along the canal earthworks and the remnants of locks from the days of the Miami and Erie Canal. The City also has within its boundaries Sidecut Metropark, one of the parks of the Metropolitan Park District of the Toledo Area. Maumee is the site of the Lucas County Recreation Center event facilities and the home of the Lucas County Fair. The City also operates the remodeled and expanded Maumee Indoor Theater - a cinema, performance, and meeting venue.

Riverside Cemetery:

Riverside Cemetery is older than the city itself as the first burial was done in 1835. The first deed was issued by the village in 1900 at the cost of \$5 per lot. Currently, a single lot in Riverside ranges in price from \$450 to \$750. The cemetery has 10 developed acres with 2,700 burials that overlook the scenic Maumee River on River Road past Side Cut Metropark. In addition, there are eight undeveloped acres for future use. In October 2015, the city purchased Cemetery Information Management System (CIMS) software from Ramaker & Associates. This software will help improve the efficiency of documentation to be used for items such as genealogy requests, locating of graves, aerial photos, creation of interactive maps, grave sales and deed creation. In 2016, there were 36 graves sold and 42 burials during the year. The cemetery is managed and maintained by the Department of Public Service.

***Letter of Transmittal
For the Year Ended December 31, 2016***

Water and Wastewater:

Water is treated by the City of Toledo and purchased on a contractual basis for delivery through the distribution system owned and maintained by the City of Maumee. The term of this contract runs through 2025. The city's average daily water demand was 1.97 million gallons per day, close to the same as the past four years. The Automated Meter System has helped the Water Division to be proactive in response to consumer problems with leaks, and responded to 341 home checks in 2016. Wastewater collection is handled through the City's sanitary sewer system, which it owns and maintains. Wastewater treatment is provided by Lucas County on a contractual basis. Seventeen full-time and three part-time employees of the Water and Sewers Divisions maintain the City's lines and pumping stations. The Sewer Division offers lateral camera inspection to residents and completed 49 video inspections in 2016. There were approx. 992,400,000 gallons of waste water treated, a daily average of 2,735,000 gallons.

INFORMATION USEFUL IN ASSESSING ECONOMIC CONDITION

Much of Maumee's economic growth is due to its access to diverse transportation facilities. Immediate access is available via Exit 59 of the Ohio Turnpike (Interstate Highways 80/90), one state highway, four U.S. highways and Interstate Highway 475. The City is served by the Norfolk and Southern Railroad. The County is served by Amtrak and Toledo Express Airport. The City is also served by the Toledo Area Regional Transit Authority (TARTA), a public mass transit system. In addition, the Toledo-Lucas County Port Authority provides nearby international and Great Lakes shipping facilities.

The City is home to a very successful business park development. Arrowhead Park (the "Park") and the adjacent industrial and commercial property have been touted as one of the leading edge of industrial/commercial developments in northwest Ohio. The area includes approximately 900 acres with 251 plus businesses. The Park's success is attributed to systematic land use planning and the following infrastructure: sanitary sewers, water lines, storm sewers, street construction, underground wiring for street lighting, traffic control signals, water storage facilities, an auxiliary fire station and the Dussel Drive/I-475 Interchange. An extensive roadway project changing the configuration of the I-475/Salisbury Road/West Dussel Drive interchange, including the widening of West Dussel Drive, was completed in 2012. The businesses along with the 14,000 individuals they employ will benefit greatly from the roadway project, aimed at reducing traffic congestion in that area.

Maumee's business community consists of manufacturing, warehousing and distribution, health services, financial services, agricultural businesses, corporate offices, research and development, and service and retail facilities. Maumee's major employers include United Parcel Service; St. Luke's Hospital; Andersons Inc.; Dana Corporation; Maumee Board of Education; Paramount Care Inc.; Promedica Health System; Matrix Technologies Inc.; Therma Tru Corporation; and Spartan Chemical.

In August of 2006, the City created the Fallen Timbers Tax Increment Financing (TIF) district on its western periphery, covering over 400 acres including the Shops at Fallen Timbers and the adjacent commercially zoned areas. The TIF itself exists on a parcel by parcel basis, where its revenue capturing mechanism is activated upon the issuance of a building permit for any given parcel. Once activated, TIF revenue generated by development on the individual parcel is captured by the City of Maumee for a period of 30 years. The purpose of the revenue is to be used for capital improvements serving the TIF asset while a smaller portion is also shared with the Anthony Wayne School District in exchange for its concurrence in the establishment of the TIF District. Relative to City's finances, the Fallen Timbers TIF serves to augment capital funding. The City recorded net revenue for 2016 of \$650,530 and the year end 2016 TIF Fund balance of \$3,924,354.

***Letter of Transmittal
For the Year Ended December 31, 2016***

As a means of fostering business development within the City without sacrificing school district revenues through tax abatements, the City initiated a Job Creation and Retention Grant Program in 1992. This innovative program provides grants up to \$20,000 per year for up to ten years for businesses locating or expanding in the City. The amount of the payments is based on income tax withholding and the term of the grant agreement is based on the number of new jobs created. The program has proven quite successful with 25 grants actively in progress, which created or retained over 1,555 jobs. In 2004, the grant program was amended to tighten controls on participants by requiring return of grant payments if the grantee does not fulfill certain requirements. Three new grant agreements were executed in 2016 attracting or retaining 113 jobs. Grant payments in 2016 totaled \$197,420.

Additionally in the fall of 2009, a Job Creation Mini-Grant Program was initiated which was targeted to fill long-term commercial and industrial vacancies in the community, particularly with smaller firms. One new mini-grant agreement was executed in 2015 attracting 12 jobs. There were no mini-grants initiated in 2016.

As permitted by State Law, City Council in 1995 created an Enterprise Zone and in 1996 created a Community Reinvestment Area. To encourage investments in capital improvements and the creation of jobs, subject to applicable program guidelines, real property tax incentives may be granted within the enterprise zone and within the community reinvestment area. To date, nine businesses have been granted tax abatement incentives within the enterprise zone and ten within the community reinvestment area. In 2002, the City created an additional Community Reinvestment Area to encourage redevelopment in the east side of the City. In recent years most of these abatements have expired leaving only one Community Reinvestment Area.

In 1991, the Cities of Toledo and Maumee agreed to form a Joint Economic Development Zone (JEDZ) from land within Maumee and Toledo owned land to be annexed to Maumee. Income tax revenue from this JEDZ is shared with the City of Toledo (31.25%). In 2016, payments to the City of Toledo totaled \$653,856 with Maumee's share (68.75%) totaling \$1,438,484.

In 2002, the City entered into a Cooperative Economic Development Agreement (CEDA) with the City of Toledo and Monclova Township for a project to encourage the relocation, annexation, and consolidation of the research and development division, and later its world headquarters, of the Dana Corporation to Maumee. The property owner, the City of Toledo, petitioned for annexation of nearly ninety acres to the City of Maumee. Income tax from this area is shared with the City of Toledo (25%) and Monclova Township (25%). In 2016, payments to The City of Toledo and Monclova Township totaled \$348,042 each with Maumee's share (50%) totaling \$696,084.

***Letter of Transmittal
For the Year Ended December 31, 2016***

Also in 2002 the City entered into an agreement with the City of Toledo and Monclova Township for the creation of a Joint Economic Development Zone (JEDZ) in Monclova Township. In 2003, the voters of Monclova Township approved a ballot issue that authorized a JEDZ and a governing board was created to determine what services to provide within the Zone. In 2005, a lawsuit was filed challenging the validity of this JEDZ and in 2006 a favorable ruling freed the JEDZ Board to levy an income tax within the zone. In 2009, a final ruling was issued upholding the validity of the JEDZ and its levy of income taxes; however, notice of appeal on that ruling was subsequently filed by the plaintiffs with the Supreme Court of Ohio which was later denied. Income tax revenue from this JEDZ is shared with the City of Toledo (33.33%) and Monclova Township (33.33%). In 2016, income tax collected by this JEDZ was \$1,292,850 of which the City received one-third of the net amount. Since 2006, the City of Maumee has been contracted by the Monclova – Maumee – Toledo JEDZ Board to provide income tax collection services for a flat fee equaling 4% of gross revenue.

The 2016 unemployment rate for Lucas County was 4.7% and the State of Ohio was 5.0%. The federal average was 4.7%. The Ohio Bureau of Employment Services does not maintain statistics for the City of Maumee.

***Letter of Transmittal
For the Year Ended December 31, 2016***

City Awards

In 2016, the City of Maumee was again designated by Ohio Magazine as one of Ohio’s five “Best Hometowns”; having before received the same distinction in 2006. Also in 2016, SmartAsset.com named Maumee one of the “Top Ten Best Places to Retire in Ohio” for the third consecutive year. Likewise Wallethub.com found the City to be Ohio’s 22nd “Best City for Job Seekers” and 30th “Best City for Ohio Families” (out of 145 sampled) in 2016. In 2015 Nerdwallet.com scored Maumee as the 14th “Best Place to Start a Business” in Ohio out of 228 municipalities reviewed.

Previously, in 2007, Business Week magazine designated Maumee one of “The 25 Best, Affordable Suburbs in the Mid-West”. In 2006, the National Civic League named Maumee an “All-America City”. The All-America City Award encourages civic excellence, honoring communities in which citizens, government, business and nonprofit organizations demonstrate successful resolution of critical community issues. Also in 2006, the City was included in Frommer’s Best Places To Raise Your Family: The Top 100 Affordable Communities in the U.S.

Employee Relations

The City has 161 full-time and approximately 133 part-time employees. A statewide public employee collective bargaining law generally applies to public employee and seasonal employee relations and collective bargaining.

A portion of employees are represented by the following bargaining units:

<u>Bargaining Unit</u>	<u>Agreement Expiration Date</u>	<u>Number of Employees Covered</u>
Fraternal Order of Police, Ohio Labor Council	December 31, 2018	48
AFSCME, Ohio Council 8 Local 649	December 31, 2018	44
Maumee Professional Firefighter/ Paramedic Association, IAFF Local 4536	December 31, 2018	15

In the judgment of the City, its employee relations have been and are considered to be good.

***Letter of Transmittal
For the Year Ended December 31, 2016***

Continuing and Future Projects

The following major capital improvement projects and expenditures were underway or completed in the City of Maumee during 2016.

Roadway Improvements

Each year there are roadway improvement projects undertaken as part of the on-going efforts to address and upgrade City roads.

2016 Street Maintenance Program

As part of the City's continuing street maintenance program, the Maumee Service Department annually determines a number of City streets requiring maintenance along with coordinating the project and inspecting the construction. The Street Paving Program included eleven (11) streets, a River Road/Detroit Avenue Signal Improvement, Conant Street Safety Upgrade and reconstruction of Sackett Street.

Capital Equipment

Some other capital equipment purchased in 2016 included a new Heavy Rescue Fire Truck, four (4) new Police SUV's, two (2) new Fire SUV's, four (4) new Pickups, a Skidloader, two (2) new Electric Building Transformers, new HVAC systems for Fire Station #2 and the Indoor Theater, and Inflatable Boat and Trailer.

Technological Enhancements

The City continues to upgrade technology with a planned schedule of annual computer equipment purchases. Each year approximately 20 desktop computers are in a five year rotation plan to be replaced with new PC's. In 2016 we added an application server to our computer network, three (3) point-of-sale computers and projection server for the Indoor Theater, Finance software upgrade, three (3) new copy machines, two (2) new printers, three (3) new mobile tablets, document scanning software, automated voice software, Police interview monitoring system, a new councilroom sound system, six (6) new Police portable radios, and a new Police radar unit.

***Letter of Transmittal
For the Year Ended December 31, 2016***

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities that qualify. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents satisfy all program standards. The report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements respective to the reporting entity. A Certificate of Achievement is valid for a period of one year. The City received Certificates of Achievement for the fiscal years ended December 31, 1993 through 2015. We believe this, our twenty-fourth Comprehensive Annual Financial Report, meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting, and we are submitting the report to the GFOA.

Public Disclosure

The publication of this Comprehensive Annual Financial Report is indicative of the City's commitment to provide significantly enhanced financial information and accountability to its citizens. In addition to the citizens of Maumee, the recipients of this report include city, state and federal officials, schools, libraries, newspapers, investment banking firms, banks and rating agencies. The report is made available to any person or organization requesting it. The extensive effort to prepare and distribute this report is indicative of the continued efforts of the City to improve its overall financial accounting, management and reporting capabilities.

Acknowledgments

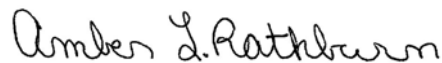
Sincere appreciation is extended to the individuals who have contributed their time and effort in gathering data for this report, particularly the staff of the Finance Department, Maumee City Administrator / Safety Director, and the Office of the Auditor of Lucas County. Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their continued guidance in the preparation of this report.

Finally, special thanks to Mayor Richard H. Carr, the members of Maumee City Council and the City Administration whose support is necessary for the City of Maumee to conform to reporting requirements established for municipal governments to maintain the sound financial position that the City has enjoyed for many years.

Respectfully,



Debra L. Cartledge
Finance Director



Amber L. Rathburn
Assistant Finance Director



**List of Principal Officials
For the Year Ended December 31, 2016**

Elected Officials

<u>Name</u>	<u>Office</u>	<u>Term of Office</u>
Richard H. Carr	Mayor	01/01/16 – 12/31/19
Brent A. Buehrer	President of Council	01/01/14 – 12/31/17
Dave Kissinger	Council	01/01/16 – 12/31/19
John P. Boellner	Council	01/01/16 – 12/31/19
Thomas Wagener Jr.	Council	01/01/14 – 12/31/17
Daniel G. Hazard	Council	01/01/16 – 12/31/19
Tim L. Pauken	Council	01/01/14 – 12/31/17
Julie Rubini	Council	01/01/14 – 12/31/17
Gary L. Byers	Judge	01/01/12 – 12/31/17

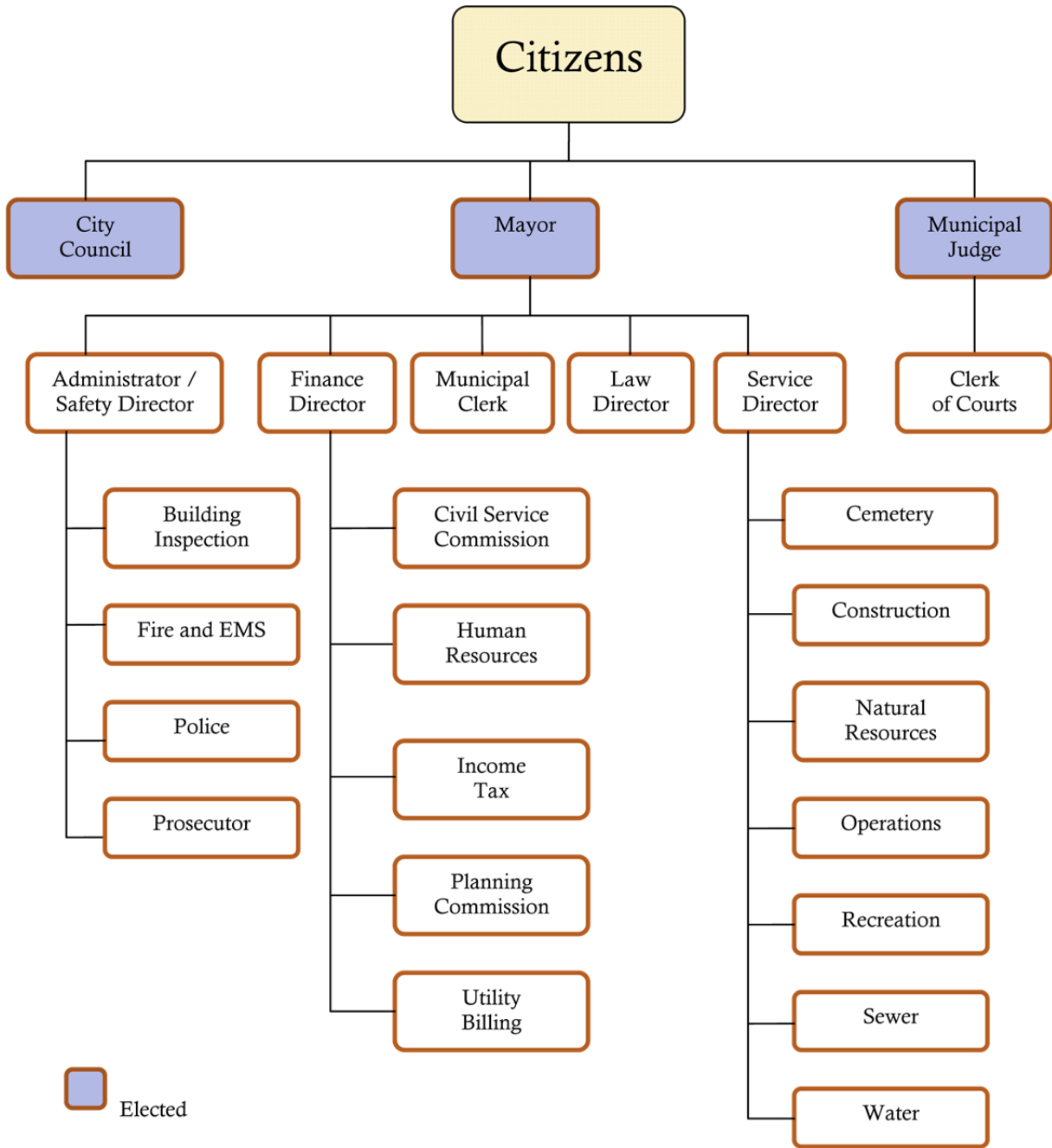
Administrators

<u>Name</u>	<u>Office</u>	<u>Period</u>	<u>Surety (A)</u>
John J. Jezak	Administrator/ Safety Director	03/10/16 – 03/10/17	\$500,000
Joseph R. Camp	Service Director	03/10/16 – 03/10/17	500,000
Beth Tischler	Law Director	03/10/16 – 03/10/17	500,000
Debra L. Cartledge	Finance Director/ Tax Commissioner	03/10/16 – 03/10/17	500,000
Amber Rathburn	Municipal Clerk/ Assistant Finance Director	03/10/16 – 03/10/17	500,000
Brandon Loboschefski	Fire Chief	03/10/16 – 03/10/17	500,000
James MacDonald	Police Chief	03/10/16 – 03/10/17	500,000
Francis Frey	Clerk of Court	03/10/16 – 03/10/17	500,000

Applies to All Elected Officials

- A. Ohio Government Risk Management Plan – Employees Blanket Bond

*City Organizational Chart
For the Year Ended December 31, 2016*



*Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting*



Government Finance Officers Association

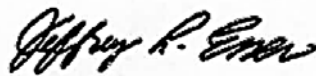
**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Maumee
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2015



Executive Director/CEO

FINANCIAL SECTION

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Maumee
Lucas County
400 Conant Street
Maumee, Ohio 43537

To the Members of Council:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maumee, Lucas County, Ohio (the City), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the City's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities each major fund, and the aggregate remaining fund information of the City of Maumee, Lucas County, Ohio, as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and Fallen Timbers TIF funds thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, and schedules of net pension liabilities and pension contributions listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the City's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2017, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results

of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

Columbus, Ohio

June 28, 2017



***Management's Discussion and Analysis
For the Year Ended December 31, 2016***

Unaudited

The discussion and analysis of the City of Maumee's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2016. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2016 are as follows:

- ❑ In total, net position increased \$1,524,914. Net position of governmental activities increased \$1,802,618, from 2015. Net position of business-type activities decreased \$277,704 from 2015.
- ❑ General revenues related to governmental activities accounted for \$21.6 million in revenue or 76.3% of all governmental activities revenues. Program specific revenues related to governmental activities in the form of charges for services and grants and contributions accounted for 23.7% of total governmental activities revenues of \$28.3 million.
- ❑ The City had \$26.5 million in expenses related to governmental activities; only \$6.7 million of these expenses were offset by program specific charges for services, grants or contributions.
- ❑ Among major funds, the general fund had \$18.4 million in revenues, and \$18.6 million in expenditures, including transfers out to other funds. The general fund's fund balance decreased \$201,035 to \$9,999,891 on a modified accrual basis.
- ❑ Net position for enterprise funds decreased by \$305,858 on the fund financial statements.
- ❑ Long-Term debt, excluding compensated absences, net pension liability and the workers' comp liability, decreased by \$2,003,756 from 2015 to 2016.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds and internal service funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Government-wide Statements

The government-wide statements report information about the City as a whole using accepted methods similar to those used by private-sector companies. The Statement of Net Position includes all of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how they have changed. Net-position (the difference between the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources) are one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as property tax base, current property tax laws, conditions of the City's infrastructure and continued business investment within the City.

The government-wide financial statements of the City are divided into two categories:

- Governmental Activities – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, basic utility services, transportation and general government.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's water and sewer services are reported as business-type activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

Governmental Funds – Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are greater or fewer financial resources that can be spent in the near future to finance City activities. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**Management's Discussion and Analysis
For the Year Ended December 31, 2016**

Unaudited

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Position.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a comparison of the City's net position between 2016 and 2015:

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$34,430,959	\$36,337,406	\$4,494,759	\$4,550,996	\$38,925,718	\$40,888,402
Capital assets, Net	86,566,615	84,789,569	8,990,331	9,119,283	95,556,946	93,908,852
Total assets	<u>120,997,574</u>	<u>121,126,975</u>	<u>13,485,090</u>	<u>13,670,279</u>	<u>134,482,664</u>	<u>134,797,254</u>
Deferred outflows of resources	6,105,606	2,923,042	468,933	173,768	6,574,539	3,096,810
Net pension liability	17,429,369	13,356,483	1,227,427	917,467	18,656,796	14,273,950
Other long-term liabilities	23,912,426	25,945,676	969,863	1,089,745	24,882,289	27,035,421
Other liabilities	830,585	1,694,140	436,430	247,226	1,267,015	1,941,366
Total liabilities	<u>42,172,380</u>	<u>40,996,299</u>	<u>2,633,720</u>	<u>2,254,438</u>	<u>44,806,100</u>	<u>43,250,737</u>
Deferred inflows of resources	3,016,494	2,942,030	23,716	15,318	3,040,210	2,957,348
Net position:						
Net investment in capital assets	72,098,656	68,920,791	8,238,319	8,247,769	80,336,975	77,168,560
Restricted	18,879,241	19,466,385	0	0	18,879,241	19,466,385
Unrestricted (deficit)	(9,063,591)	(8,275,488)	3,058,268	3,326,522	(6,005,323)	(4,948,966)
Total net position	<u>\$81,914,306</u>	<u>\$80,111,688</u>	<u>\$11,296,587</u>	<u>\$11,574,291</u>	<u>\$93,210,893</u>	<u>\$91,685,979</u>

During 2015, the City adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions— an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

***Management's Discussion and Analysis
For the Year Ended December 31, 2016***

Unaudited

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB 68, the net pension liability equals the City's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service
- 2 Minus plan assets available to pay these benefits

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system as against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

***Management's Discussion and Analysis
For the Year Ended December 31, 2016***

Unaudited

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability. As explained above, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required pension payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68, the City's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's change in net pension liability not accounted for as deferred inflows/outflows.

At fiscal year-end for governmental activities, capital assets represented 72% of total assets. Capital assets include land, land improvements, buildings and improvements, machinery and equipment, and vehicles. Net investment in capital assets, at December 31, 2016 was \$72,098,656. These capital assets are used to provide services to the public and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the City's net position, \$18,879,241, represents resources that are subject to external restriction on how they may be used. Excluding the effect of implementing GASB 68, the City has approximately \$3 million in unrestricted net position which may be used to meet the City's ongoing obligations to the public and creditors.

**Management's Discussion and Analysis
For the Year Ended December 31, 2016**

Unaudited

Changes in Net Position – The following table shows the changes in net position for the fiscal year 2016 and 2015:

	Governmental		Business-type		Total	
	2016	2015	2016	2015	2016	2015
Revenues						
Program Revenues:						
Charges for Services and Sales	\$4,705,711	\$4,160,692	\$5,135,097	\$4,822,031	\$9,840,808	\$8,982,723
Operating Grants and Contributions	963,361	987,392	0	0	963,361	987,392
Capital Grants and Contributions	1,024,354	1,026,145	0	0	1,024,354	1,026,145
General Revenues:						
Property Taxes	1,405,471	1,404,154	0	0	1,405,471	1,404,154
Payments in Lieu of Taxes	2,252,913	2,243,520	0	0	2,252,913	2,243,520
Municipal Income Taxes	16,775,932	15,905,895	0	0	16,775,932	15,905,895
Grants and Entitlements not Restricted to Specific Programs	787,888	909,369	0	0	787,888	909,369
Investment Earnings	164,648	260,691	0	0	164,648	260,691
Miscellaneous	238,156	1,137,064	0	0	238,156	1,137,064
Total Revenues	28,318,434	28,034,922	5,135,097	4,822,031	33,453,531	32,856,953
Program Expenses:						
Security of Persons and Property	11,317,154	10,540,159	0	0	11,317,154	10,540,159
Public Health and Welfare Services	182,185	210,615	0	0	182,185	210,615
Leisure Time Activities	2,554,686	2,310,115	0	0	2,554,686	2,310,115
Community Environment	1,891,203	1,827,141	0	0	1,891,203	1,827,141
Basic Utility Services	1,234,371	1,159,524	0	0	1,234,371	1,159,524
Transportation	3,976,872	3,847,362	0	0	3,976,872	3,847,362
General Government	4,643,289	4,323,235	0	0	4,643,289	4,323,235
Interest and Fiscal Charges	711,056	746,214	0	0	711,056	746,214
Water	0	0	2,931,995	2,800,607	2,931,995	2,800,607
Sewer	0	0	2,485,806	1,917,163	2,485,806	1,917,163
Total Expenses	26,510,816	24,964,365	5,417,801	4,717,770	31,928,617	29,682,135
Excess (deficiency) before Transfers	1,807,618	3,070,557	(282,704)	104,261	1,524,914	3,174,818
Transfers In (Out)	(5,000)	(5,000)	5,000	5,000	0	0
Total Change in Net Position	1,802,618	3,065,557	(277,704)	109,261	1,524,914	3,174,818
Beginning Net Position, Restated	80,111,688	77,046,131	11,574,291	11,465,030	91,685,979	88,511,161
Ending Net Position	\$81,914,306	\$80,111,688	\$11,296,587	\$11,574,291	\$93,210,893	\$91,685,979

**Management's Discussion and Analysis
For the Year Ended December 31, 2016**

Unaudited

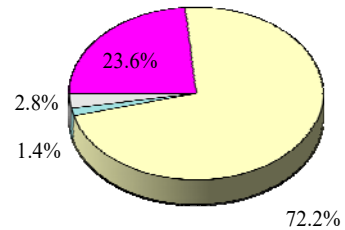
Governmental Activities

The City's governmental activities net position increased by \$1,802,618 from 2015 to 2016. The main reasons for the increase in net position for the governmental activities were the increase in Income Taxes, Hotel Occupancy Taxes, Court Fines, Dispatch Services, City Swimming Pool Fee and Building Permit Fees compared to 2015.

The City receives an income tax, which is based on 1.5% of all salaries, wages, commissions and other compensation earned from residents living within the City and from nonresidents for work done or services performed or rendered in the City. Income tax revenue increased on the accrual basis by \$870,037 or 5.5%.

Property taxes, along with payments in lieu of taxes and income taxes made up 13.0% and 59.2% respectively of revenues for governmental activities for the City in fiscal year 2016. The City's reliance upon tax revenues is demonstrated by the following graph indicating 72.2% of total revenues from general tax revenues:

Revenue Sources	2016	Percent of Total
General Shared Revenues	\$787,888	2.8%
Program Revenues	6,693,426	23.6%
General Tax Revenues	20,434,316	72.2%
General Other	402,804	1.4%
Total Revenue	\$28,318,434	100.00%



***Management's Discussion and Analysis
For the Year Ended December 31, 2016***

Unaudited

Business-Type Activities

The City's business-type activities net position decreased by \$277,704. The decrease in net position before transfers was \$282,704 from 2015 to 2016. Rates were increased in 2015 and 2016 to reflect current costs. A utility rate study is in review to make rate adjustments and capital improvements for the next ten years.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$28,549,303, which is a decrease from last year's balance of \$30,179,457. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2016 and 2015:

	Fund Balance <u>December 31, 2016</u>	Fund Balance <u>December 31, 2015</u>	Increase <u>(Decrease)</u>
General	\$9,999,891	\$10,200,926	(\$201,035)
Fallen Timbers TIF	3,924,354	3,273,824	650,530
Income Tax "B" (.5%)	11,138,817	12,987,228	(1,848,411)
Other Governmental	3,486,241	3,717,479	(231,238)
Total	<u>\$28,549,303</u>	<u>\$30,179,457</u>	<u>(\$1,630,154)</u>

General Fund – The City's General Fund balance decreased from 2015 to 2016. Personnel wages and health benefits were the main cause of the decrease in the General Fund balance 2016. The City has continued its effort to contain costs through attrition and policy changes. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2016 <u>Revenues</u>	2015 <u>Revenues</u>	Increase <u>(Decrease)</u>
Property Taxes	\$1,283,684	\$1,294,936	(\$11,252)
Municipal Income Taxes	11,182,666	10,601,645	581,021
Intergovernmental Revenue	2,300,442	2,313,169	(12,727)
Charges for Services	1,424,186	1,403,845	20,341
Licenses and Permits	394,582	301,652	92,930
Investment Earnings	161,525	258,677	(97,152)
Special Assessments	8,628	11,514	(2,886)
Fines and Forfeitures	845,571	783,747	61,824
All Other Revenue	684,045	913,474	(229,429)
Total	<u>\$18,285,329</u>	<u>\$17,882,659</u>	<u>\$402,670</u>

General Fund revenues in 2016 increased \$402,670 compared to revenues in fiscal year 2015. The most significant factor contributing to this increase in revenue was an increase in income tax revenue.

***Management's Discussion and Analysis
For the Year Ended December 31, 2016***

Unaudited

	2016	2015	Increase
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
Security of Persons and Property	\$8,918,182	\$8,823,388	\$94,794
Public Health and Welfare Services	172,990	211,153	(38,163)
Leisure Time Activities	1,920,197	1,735,306	184,891
Community Environment	862,252	769,775	92,477
Basic Utility Services	982,142	955,301	26,841
Transportation	1,405,036	1,881,679	(476,643)
General Government	3,917,125	3,641,820	275,305
Total	<u>\$18,177,924</u>	<u>\$18,018,422</u>	<u>\$159,502</u>

General Fund expenditures increased \$159,502 compared to the prior year. Overall increases in wages and employee benefits accounts for the majority of the increase in expenditures.

For the Fallen Timbers TIF Fund, the fund balance increase was mainly due to collections being greater than payments in lieu of tax (PILOT) payments, construction and debt payments during 2016.

For the Income Tax "B" (0.5%) Fund, the decrease was related to an increase in transfers out to other funds along with a decrease to transfers in from other funds.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal year 2016, the City amended its General Fund budget several times, none of which were significant.

For the General Fund, final budget basis revenue, including other financial sources, of \$18.1 million did not change from the original budget estimates. The General Fund had an adequate fund balance to cover expenditures.

***Management's Discussion and Analysis
For the Year Ended December 31, 2016***

Unaudited

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2016 the City had \$95,556,946, net of accumulated depreciation, invested in land, improvements, infrastructure, buildings, machinery and equipment and construction in progress. Of this total, \$86,566,615 was related to governmental activities and \$8,990,331 to the business-type activities. The following table shows fiscal year 2016 and 2015 balances:

	Governmental Activities		Increase (Decrease)
	2016	2015	
Land	\$7,179,540	\$7,179,540	\$0
Construction in Progress	1,122,721	1,312,653	(189,932)
Buildings & Improvements	56,672,328	55,717,390	954,938
Machinery and Equipment	18,172,364	16,433,000	1,739,364
Infrastructure	56,950,240	54,418,644	2,531,596
Less: Accumulated Depreciation	(53,530,578)	(50,271,658)	(3,258,920)
Totals	<u>\$86,566,615</u>	<u>\$84,789,569</u>	<u>\$1,777,046</u>

	Business-Type Activities		Increase (Decrease)
	2016	2015	
Land	\$118,864	\$118,864	\$0
Construction in Progress	3,549	3,549	0
Buildings and Improvements	22,725,277	22,442,345	282,932
Machinery and Equipment	2,196,200	2,088,887	107,313
Less: Accumulated Depreciation	(16,053,559)	(15,534,362)	(519,197)
Totals	<u>\$8,990,331</u>	<u>\$9,119,283</u>	<u>(\$128,952)</u>

The primary increase occurred in infrastructure for the Governmental Activities. This included the completion of Sackett Street reconstruction at \$1.14 million, the street paving program of 11 streets, and street repair program. The Construction in Progress included the Conant Street resurfacing and the River Road / Detroit Avenue signal modifications. Government Activity Machinery included a new Fire Truck at a cost of \$693,000. The main increase for the Business-type activities was the repainting of the Illinois Avenue Water Tower. Additional information on the City's capital assets can be found in Note 11.

**Management's Discussion and Analysis
For the Year Ended December 31, 2016****Unaudited****Debt**

At December 31, 2016, the City had \$22 million in long-term bond obligations outstanding, \$2,020,000 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Governmental Activities:		
General Obligation Bonds	\$21,726,546	\$23,610,800
Compensated Absences	2,131,458	2,282,720
Net Pension Liability	17,429,369	13,356,483
Workers' Compensation Liability	9,710	5,874
Ohio Police and Fire Pension		
Accrued Liability	44,712	46,282
Total Governmental Activities	<u>41,341,795</u>	<u>39,302,159</u>
Business-Type Activities:		
General Obligation Bonds	\$752,012	\$871,514
Compensated Absences	217,851	218,231
Net Pension Liability	1,227,427	917,467
Total Business-Type Activities	<u>2,197,290</u>	<u>2,007,212</u>
Totals	<u>\$43,539,085</u>	<u>\$41,309,371</u>

State statutes limit the amount of unvoted general obligation debt the City may issue. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions. The actual aggregate amount of the City's unvoted debt, when added to that of other political subdivisions within the respective counties in which Maumee lies, is limited to ten mills. At December 31, 2016, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 15.

ECONOMIC FACTORS

The City budgets conservatively for both revenue and expenditures. The City also recognizes that many amendments to the budget are required during the year and anticipates the needs and activities to be defined throughout the year. Original budget General Fund revenues were projected to decrease from 2015 by 2.0% and expenditures were projected to decrease by 5%. Actual General Fund revenues increased by 3.4% with actual General Fund expenditures increasing by 3.8%.

The City's largest source of revenue is an income tax of 1.5% levied by the City. On a cash basis, the City's income tax revenue increased by 3.6% in 2016. One percent is available for general purposes while one-half percent is restricted to capital improvements.

The City continued its commitment to major capital improvements in 2016. Street improvements included the street paving program on eleven (11) streets and street repair project, a River Road/ Detroit Avenue Signal Improvement, Conant Street Safety Upgrade and reconstruction of Sackett Street. Some of the 2016 major capital projects and expenditures are as follows.

Sackett Street Reconstruction:

In 2016 the City of Maumee contracted with Geddis Paving & Excavating Inc. for the reconstruction of Sackett Street. The project consisted of removal and replacement of the existing roadway, curbs, storm sewer catch basins, drive approaches and upgrades to the intersection ramps to meet ADA Standards. Construction commenced in the first week of June and was completed in early August. Total construction cost was \$1,140,000. The project limits were from Key Street to Gibbs Street for a distance of 2,780 lineal feet. The project was funded by City of Maumee.

Refuse and Recycling Toters

In 2016, The City of Maumee, in conjunction with the Lucas County Solid Waste District, contracted for residential refuse and recycling collection services. As part of the contract, Maumee accepted unit prices to change from a manual collection to an automated Toter collection service. With the switchover, Maumee purchased 500 of the 65 gallon Toters and 12,078 of the 95 gallon Toters for both the recycling and refuse collection containers. The contract terms are for each residential property to receive 1 each of the refuse and 1 recycling Toter. Total cost of the Toter purchase was just under \$600,000.

Conant Street Resurfacing

In July, Maumee contracted with Crestline Paving and Excavating Inc. for the resurfacing of Conant Street (U.S. 20) from the Maumee-Perrysburg Bridge to the Anthony Wayne Trail (U.S. 24). The project involved a 3 inch milling and paving operation along with rebuilding the storm sewer catch basins, replacing sections of sidewalk, upgrading intersection ramps to meet current ADA Standards, improving the traffic signal detection by upgrading to detection cameras, and installing a new traffic controller to provide for a protected left hand turn phase from Conant Street to Westbound Broadway Street. The total construction cost was \$672,813.25. The City received State of Ohio reimbursement through Urban Paving funds in the amount of \$274,932.80 and Ohio Public Works funds reimbursement in the amount of \$221,653.82. Project was substantially completed in November of 2016.

Heavy Rescue Squad Truck

In October 2016 the Maumee Fire Division took delivery of a new Heavy Rescue Squad, designated as "Rescue 94". Built by Pierce Manufacturing, this Rescue is a very versatile piece of equipment, with a multitude of heavy rescue equipment, including the Jaws of Life. The truck also was designed with efficiency in mind, and can also serve as a pumper. It has 600 feet of hose, and 40 feet of ladders, holds 500 gallons of water, and has a 1,500 gallon per minute pump capacity. It carries everything to handle car accidents, hazardous materials incidents, fires, and other emergencies. It took our Apparatus Committee over two years to design, and it took Pierce over eight months to build. The Rescue cost approximately \$693,000 and will have over \$40,000 worth of new tools and equipment on it. Fire Division officials expect the Rescue to last at least 20 to 25 years.

Other capital purchases in 2016 included four (4) new Police SUV's, two (2) new Fire SUV's, two (2) HD pickup trucks, two (2) new Pickups, a new Skid Loader, two (2) new Electric Transformers for the Municipal and Police Buildings, new Tiled Flooring in Fire Station #1, new HVAC system in Fire Station #2, Rolf Park Lighting and Fencing, Ford Baseball Field Fencing, Maumee Indoor Theater HVAC system, repainting the Illinois Avenue Water Tower, a new Inflatable Boat and Trailer, and Fire Rescue Equipment. Capital office purchases included 20 new desktop computers, two (2) copier machines, a Sound System, an Interview Monitoring System, Cemetery Software and three (3) desktop scanners.

The business base of the City was strengthened with new companies moving to Maumee. The City's Job Creation and Retention program provided grants to firms in an effort to attract and retain employers in the City. During 2016, there were 25 firms receiving JCR grants totaling \$197,420 under this program. There were three new Job Creation Grants initiated in 2016 attracting/retaining 113 jobs. In 2009, Maumee City Council authorized the establishment of a new Job Creation Mini-Grant program aimed at attracting smaller businesses to fill long-term office and building vacancies within the City. The City approved one mini-grant in 2015 to retain/attract 13 employees under this program. No new mini-grants were added in 2016.

The City worked cooperatively with our collective bargaining units to secure contracts in which a 2.5%, 2.5% and 2.0% base wage increase for years 2016, 2017 and 2018 respectively was agreed upon. Benefits such as vacation, holidays and insurance will basically remain the same for 2016-2018. Additionally, the City continues to examine all funds and adopted best accounting practices to lessen the burden on the General Fund. The past few years of lower Local Government Funds from the State of Ohio, lower property tax collections, elimination of estate tax collections and reduced interest earnings on investments has resulted in lower General Fund revenues for the City. Therefore, the City is actively pursuing to reduce costs to protect existing financial resources.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Finance Department by calling 419-897-7115 or writing to City of Maumee Finance Department, 400 Conant Street, Maumee, Ohio 43537; or by referring to the City's website at www.maumee.org.

CITY OF MAUMEE, OHIO

**Statement of Net Position
December 31, 2016**

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Cash Equivalents	\$ 2,108,193	\$ 16,494	\$ 2,124,687
Investments	24,899,888	3,209,556	28,109,444
Receivables:			
Taxes	4,845,286	0	4,845,286
Accounts	425,843	1,059,066	1,484,909
Intergovernmental	1,235,825	0	1,235,825
Special Assessments	576,361	0	576,361
Internal Balances	(72,699)	72,699	0
Inventory of Supplies at Cost	175,695	109,075	284,770
Prepaid Items	178,942	27,869	206,811
Restricted Assets:			
Cash and Cash Equivalents	57,625	0	57,625
Capital Assets:			
Capital Assets Not Being Depreciated	8,302,261	122,413	8,424,674
Capital Assets Being Depreciated, Net	78,264,354	8,867,918	87,132,272
Total Assets	120,997,574	13,485,090	134,482,664
Deferred Outflows of Resources:			
Pension	5,347,019	468,933	5,815,952
Deferred Loss on Early Retirement of Debt	758,587	0	758,587
Total Deferred Outflows of Resources	6,105,606	468,933	6,574,539
Liabilities:			
Accounts Payable	309,427	403,877	713,304
Accrued Wages and Benefits	339,037	31,211	370,248
Claims Payable	75,667	0	75,667
Refundable Deposits	57,625	0	57,625
Accrued Interest Payable	48,829	1,342	50,171
Long-Term Liabilities:			
Due Within One Year	2,799,764	192,578	2,992,342
Net Pension Liability	17,429,369	1,227,427	18,656,796
Due in More Than One Year	21,112,662	777,285	21,889,947
Total Liabilities	42,172,380	2,633,720	44,806,100
Deferred Inflows of Resources:			
Property Tax Levy for Next Fiscal Year	2,823,094	0	2,823,094
Pension	193,400	23,716	217,116
Total Deferred Inflows of Resources	3,016,494	23,716	3,040,210

CITY OF MAUMEE, OHIO

	Governmental Activities	Business-Type Activities	Total
Net Position:			
Net Investment in Capital Assets	72,098,656	8,238,319	80,336,975
Restricted For:			
Capital Projects	11,596,973	0	11,596,973
Debt Service	1,285,821	0	1,285,821
Street Construction, Maintenance and Repair	427,921	0	427,921
State Highway Improvement	88,168	0	88,168
Street Lighting	849,514	0	849,514
Court Improvement	221,484	0	221,484
Revolving Loan	322,921	0	322,921
TIF Activity	3,924,354	0	3,924,354
Other Purposes	162,085	0	162,085
Unrestricted (Deficit)	<u>(9,063,591)</u>	<u>3,058,268</u>	<u>(6,005,323)</u>
Total Net Position	<u>\$ 81,914,306</u>	<u>\$ 11,296,587</u>	<u>\$ 93,210,893</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Activities
For the Year Ended December 31, 2016**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Security of Persons and Property	\$ 11,317,154	\$ 1,508,283	\$ 1,964	\$ 0
Public Health and Welfare Services	182,185	57,627	0	0
Leisure Time Activities	2,554,686	728,206	0	0
Community Environment	1,891,203	340,272	0	0
Basic Utility Services	1,234,371	1,800	0	0
Transportation	3,976,872	20,608	929,525	1,024,354
General Government	4,643,289	2,048,915	31,872	0
Interest and Fiscal Charges	711,056	0	0	0
Total Governmental Activities	26,510,816	4,705,711	963,361	1,024,354
Business-Type Activities:				
Water	2,931,995	3,280,967	0	0
Sewer	2,485,806	1,854,130	0	0
Total Business-Type Activities	5,417,801	5,135,097	0	0
Totals	\$ 31,928,617	\$ 9,840,808	\$ 963,361	\$ 1,024,354

General Revenues

Property Taxes
 Payments in Lieu of Taxes
 Municipal Income Taxes
 Grants and Entitlements not Restricted to Specific Programs
 Investment Earnings
 Miscellaneous
 Transfers
 Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year
 Net Position End of Year

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

Net (Expense) Revenue
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (9,806,907)	\$ 0	\$ (9,806,907)
(124,558)	0	(124,558)
(1,826,480)	0	(1,826,480)
(1,550,931)	0	(1,550,931)
(1,232,571)	0	(1,232,571)
(2,002,385)	0	(2,002,385)
(2,562,502)	0	(2,562,502)
(711,056)	0	(711,056)
<u>(19,817,390)</u>	<u>0</u>	<u>(19,817,390)</u>
0	348,972	348,972
0	(631,676)	(631,676)
<u>0</u>	<u>(282,704)</u>	<u>(282,704)</u>
<u>(19,817,390)</u>	<u>(282,704)</u>	<u>(20,100,094)</u>
1,405,471	0	1,405,471
2,252,913	0	2,252,913
16,775,932	0	16,775,932
787,888	0	787,888
164,648	0	164,648
238,156	0	238,156
(5,000)	5,000	0
<u>21,620,008</u>	<u>5,000</u>	<u>21,625,008</u>
1,802,618	(277,704)	1,524,914
<u>80,111,688</u>	<u>11,574,291</u>	<u>91,685,979</u>
<u>\$ 81,914,306</u>	<u>\$ 11,296,587</u>	<u>\$ 93,210,893</u>

CITY OF MAUMEE, OHIO

**Balance Sheet
Governmental Funds
December 31, 2016**

	General	Fallen Timbers TIF	Income Tax "B" (.5%)
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Cash and Cash Equivalents	\$ 45,727	\$ 20,064	\$ 51,622
Investments	8,653,213	3,904,290	10,045,354
Receivables:			
Taxes	2,735,738	1,339,091	651,441
Accounts	337,108	0	0
Intergovernmental	394,692	0	458,156
Special Assessments	8,284	0	0
Interfund Loans Receivables	0	0	441,310
Inventory of Supplies, at Cost	34,995	0	0
Prepaid Items	140,259	0	0
Total Assets	<u>\$ 12,350,016</u>	<u>\$ 5,263,445</u>	<u>\$ 11,647,883</u>
Liabilities:			
Accounts Payable	\$ 186,859	\$ 0	\$ 50,910
Accrued Wages and Benefits Payable	278,812	0	0
Interfund Loans Payable	0	0	0
Benefits Payable	171,925	0	0
Total Liabilities	<u>637,596</u>	<u>0</u>	<u>50,910</u>
Deferred Inflows of Resources:			
Unavailable Amounts	343,175	0	458,156
Property Tax for Next Fiscal Year	1,369,354	1,339,091	0
Total Deferred Inflows of Resources	<u>1,712,529</u>	<u>1,339,091</u>	<u>458,156</u>
Fund Balances:			
Nonspendable	214,768	0	0
Restricted	0	3,924,354	11,138,817
Committed	80	0	0
Assigned	138,823	0	0
Unassigned	9,646,220	0	0
Total Fund Balances	<u>9,999,891</u>	<u>3,924,354</u>	<u>11,138,817</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 12,350,016</u>	<u>\$ 5,263,445</u>	<u>\$ 11,647,883</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,479,454	\$ 1,596,867
2,297,031	24,899,888
119,016	4,845,286
0	337,108
382,977	1,235,825
568,077	576,361
0	441,310
140,700	175,695
5,295	145,554
<u>\$ 4,992,550</u>	<u>\$ 34,253,894</u>
\$ 66,888	\$ 304,657
60,225	339,037
454,850	454,850
10,628	182,553
<u>592,591</u>	<u>1,281,097</u>
799,069	1,600,400
114,649	2,823,094
<u>913,718</u>	<u>4,423,494</u>
142,241	357,009
2,707,146	17,770,317
839,292	839,372
54	138,877
(202,492)	9,443,728
<u>3,486,241</u>	<u>28,549,303</u>
<u>\$ 4,992,550</u>	<u>\$ 34,253,894</u>

***Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2016***

Total Governmental Fund Balances		\$ 28,549,303
<i>Amounts reported for governmental activities in the statement of net position are different because</i>		
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.		86,566,615
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property Taxes	53,862	
Intergovernmental	864,314	
Charges for Services	105,863	
Intergovernmental	<u>576,361</u>	1,600,400
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:		
Deferred Outflows - Pension	5,347,019	
Deferred Inflows - Pension	(193,400)	
Net Pension Liability	<u>(17,429,369)</u>	(12,275,750)
Accrued interest on outstanding debt is not due and payable in the current period and, therefore, is not reported in the funds: it is reported when due.		(48,829)
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		493,853
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General Obligation Bonds Payable	(21,726,546)	
Ohio Police and Fire Accrued Pension Liability	(44,712)	
Workers Compensation Liability	(9,710)	
Deferred Charge on Debt Refunding	758,587	
Compensated Absences Payable	<u>(1,948,905)</u>	<u>(22,971,286)</u>
<i>Net Position of Governmental Activities</i>		<u>\$ 81,914,306</u>

See accompanying notes to the basic financial statements



CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2016**

	General	Fallen Timbers TIF	Income Tax "B" (.5%)
Revenues:			
Property Taxes	\$ 1,283,684	\$ 0	\$ 0
Payments in Lieu of Taxes	0	2,252,913	0
Municipal Income Tax	11,182,666	0	5,593,266
Intergovernmental Revenues	2,300,442	0	5,500
Charges for Services	1,424,186	0	0
Licenses and Permits	394,582	0	0
Investment Earnings	161,525	3,053	0
Special Assessments	8,628	0	0
Fines and Forfeitures	845,571	0	0
All Other Revenue	684,045	0	0
Total Revenue	18,285,329	2,255,966	5,598,766
Expenditures:			
Current:			
Security of Persons and Property	8,918,182	0	0
Public Health and Welfare Services	172,990	0	0
Leisure Time Activities	1,920,197	0	0
Community Environment	862,252	985,138	0
Basic Utility Services	982,142	0	0
Transportation	1,405,036	0	0
General Government	3,917,125	0	186,116
Capital Outlay	0	0	3,374,574
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	18,177,924	985,138	3,560,690
Excess (Deficiency) of Revenues Over Expenditures	107,405	1,270,828	2,038,076
Other Financing Sources (Uses):			
Sale of Capital Assets	166,785	0	0
Transfers In	0	0	0
Transfers Out	(484,000)	(620,298)	(3,886,487)
Total Other Financing Sources (Uses)	(317,215)	(620,298)	(3,886,487)
Net Change in Fund Balances	(209,810)	650,530	(1,848,411)
Fund Balances at Beginning of Year	10,200,926	3,273,824	12,987,228
Increase (Decrease) in Inventory Reserve	8,775	0	0
Fund Balances End of Year	\$ 9,999,891	\$ 3,924,354	\$ 11,138,817

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

Other Governmental Funds	Total Governmental Funds
\$ 113,598	\$ 1,397,282
0	2,252,913
0	16,775,932
960,791	3,266,733
0	1,424,186
0	394,582
70	164,648
349,253	357,881
213,378	1,058,949
4,200	688,245
<u>1,641,290</u>	<u>27,781,351</u>
969,396	9,887,578
0	172,990
0	1,920,197
0	1,847,390
0	982,142
820,470	2,225,506
93,145	4,196,386
2,351,620	5,726,194
1,855,000	1,855,000
629,947	629,947
<u>6,719,578</u>	<u>29,443,330</u>
(5,078,288)	(1,661,979)
0	166,785
5,010,785	5,010,785
(25,000)	(5,015,785)
<u>4,985,785</u>	<u>161,785</u>
(92,503)	(1,500,194)
3,717,479	30,179,457
(138,735)	(129,960)
<u>\$ 3,486,241</u>	<u>\$ 28,549,303</u>

***Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended December 31, 2016***

Net Change in Fund Balances - Total Governmental Funds \$ (1,500,194)

Amounts reported for governmental activities in the statement of activities are different because

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital Outlay	5,593,341	
Depreciation	<u>(3,725,382)</u>	1,867,959

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets net of proceeds received. (90,913)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property Taxes	8,189	
Intergovernmental	419,188	
Charges for Services	2,309	
All Other Revenue	(275)	
Special Assessments	<u>(59,113)</u>	370,298

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 1,362,707

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities. (2,223,273)

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net position. In addition, repayment of bond, note and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

General Obligation Bonds Principal	1,855,000	
Amortization of Deferred Loss on G.O. Bonds	(113,435)	
Amortization of Premium on G.O. Bonds	29,254	
Adjustment to Long-Term Workers Compensation	(3,836)	
Ohio Police and Fire Principal Payment	<u>1,570</u>	1,768,553

(Continued)

CITY OF MAUMEE, OHIO

Interest is reported as an expenditure when due in the governmental funds but is accrued on outstanding debt on the statement of net position. Premiums are reported as revenues when the debt is first issued; however, these amounts are deferred and amortized on the statement of net position.

Accrued Interest Payable		3,072
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Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Decrease in Supplies Inventory	(129,960)	
Decrease in Compensated Absences Payable	<u>143,553</u>	13,593

The internal service funds are used by management to charge the costs of services to individual funds and is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities.

	<u>230,816</u>
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Change in Net Position of Governmental Activities

	<u>\$ 1,802,618</u>
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See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2016**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 1,288,000	\$ 1,288,000	\$ 1,292,022	\$ 4,022
Municipal Income Tax	11,045,000	11,045,000	11,504,322	459,322
Intergovernmental Revenue	2,393,437	2,393,437	2,302,244	(91,193)
Charges for Services	1,399,112	1,399,112	1,425,896	26,784
Licenses and Permits	320,600	320,600	394,582	73,982
Investment Earnings	294,000	294,000	321,970	27,970
Special Assessments	12,000	12,000	8,628	(3,372)
Fines and Forfeitures	778,200	778,200	860,388	82,188
All Other Revenues	585,584	585,584	713,541	127,957
Total Revenues	18,115,933	18,115,933	18,823,593	707,660
Expenditures:				
Current:				
Security of Persons and Property	9,511,236	9,490,752	9,383,251	107,501
Public Health and Welfare Services	178,251	179,501	173,954	5,547
Leisure Time Activities	1,970,040	1,963,412	1,934,758	28,654
Community Environment	630,015	709,597	698,111	11,486
Basic Utility Services	957,965	1,058,245	1,053,467	4,778
Transportation	1,552,181	1,675,416	1,613,064	62,352
General Government	3,995,248	4,119,786	4,079,627	40,159
Total Expenditures	18,794,936	19,196,709	18,936,232	260,477
Excess (Deficiency) of Revenues Over (Under) Expenditures	(679,003)	(1,080,776)	(112,639)	968,137
Other Financing Sources (Uses):				
Sale of Capital Assets	40,000	40,000	166,785	126,785
Transfers Out	(808,920)	(664,420)	(663,400)	1,020
Total Other Financing Sources (Uses):	(768,920)	(624,420)	(496,615)	127,805
Net Change in Fund Balance	(1,447,923)	(1,705,196)	(609,254)	1,095,942
Fund Balance at Beginning of Year	8,953,042	8,953,042	8,953,042	0
Prior Year Encumbrances	349,927	349,927	349,927	0
Fund Balance at End of Year	\$ 7,855,046	\$ 7,597,773	\$ 8,693,715	\$ 1,095,942

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Fallen Timbers TIF Fund
For the Year Ended December 31, 2016**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Payments in Lieu of Taxes	\$ 2,200,000	\$ 2,200,000	\$ 2,252,913	\$ 52,913
Investment Earnings	0	0	3,053	3,053
Total Revenues	<u>2,200,000</u>	<u>2,200,000</u>	<u>2,255,966</u>	<u>55,966</u>
Expenditures:				
Current:				
Community Environment	1,000,000	1,000,000	985,138	14,862
Debt Service:				
Principal Retirement	370,000	370,000	370,000	0
Interest and Fiscal Charges	<u>251,000</u>	<u>251,000</u>	<u>250,298</u>	<u>702</u>
Total Expenditures	<u>1,621,000</u>	<u>1,621,000</u>	<u>1,605,436</u>	<u>15,564</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	579,000	579,000	650,530	71,530
Fund Balance at Beginning of Year	<u>3,273,824</u>	<u>3,273,824</u>	<u>3,273,824</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,852,824</u>	<u>\$ 3,852,824</u>	<u>\$ 3,924,354</u>	<u>\$ 71,530</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Net Position
Proprietary Fund
December 31, 2016**

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Fund
	Water	Sewer	Total	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 7,147	\$ 9,347	\$ 16,494	\$ 511,326
Investments	1,390,780	1,818,776	3,209,556	0
Accounts Receivable	643,401	415,665	1,059,066	88,735
Interfund Loans Receivable	6,770	6,770	13,540	0
Inventory of Supplies at Cost	106,750	2,325	109,075	0
Prepaid Items	17,990	9,879	27,869	33,388
Restricted Assets:				
Cash and Cash Equivalents	0	0	0	57,625
Total Current Assets	2,172,838	2,262,762	4,435,600	691,074
Noncurrent Assets:				
Capital Assets:				
Property, Plant and Equipment	13,096,466	11,943,875	25,040,341	0
Construction in Progress	0	3,549	3,549	0
Less accumulated depreciation	(7,153,147)	(8,900,412)	(16,053,559)	0
Total Capital Assets (net of accumulated depreciation)	5,943,319	3,047,012	8,990,331	0
Total Noncurrent Assets	5,943,319	3,047,012	8,990,331	0
Total assets	8,116,157	5,309,774	13,425,931	691,074
Deferred Outflows of Resources:				
Pension	263,911	205,022	468,933	0
LIABILITIES				
Current Liabilities:				
Accounts Payable	7,609	396,268	403,877	4,770
Accrued Wages and Benefits	19,372	11,839	31,211	0
Compensated Absences Payable - Current	47,461	30,117	77,578	0
Claims Payable	0	0	0	75,667
Refundable Deposits	0	0	0	57,625
Accrued Interest Payable	1,342	0	1,342	0
General Obligation Bonds Payable - Current	115,000	0	115,000	0
Total Current Liabilities	190,784	438,224	629,008	138,062

(Continued)

CITY OF MAUMEE, OHIO

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Fund
	Water	Sewer	Total	
Noncurrent Liabilities:				
General Obligation Bonds Payable	637,012	0	637,012	0
Net Pension Liability	690,786	536,641	1,227,427	0
Compensated Absences Payable	92,021	48,252	140,273	0
Total Noncurrent Liabilities	1,419,819	584,893	2,004,712	0
Total Liabilities	1,610,603	1,023,117	2,633,720	138,062
Deferred Inflows of Resources:				
Pension	13,347	10,369	23,716	0
NET POSITION				
Net Investment in Capital Assets	5,191,307	3,047,012	8,238,319	0
Unrestricted	1,564,811	1,434,298	2,999,109	553,012
Total Net Position	\$ 6,756,118	\$ 4,481,310	11,237,428	\$ 553,012
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.			59,159	
Net Position of Business-type Activities			\$ 11,296,587	

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Fund
For the Year Ended December 31, 2016**

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Fund
	Water	Sewer	Total	
Operating Revenues:				
Charges for Services	\$ 3,274,054	\$ 1,826,932	\$ 5,100,986	\$ 3,051,906
Other Operating Revenue	6,913	27,198	34,111	209,876
Total Operating Revenues	3,280,967	1,854,130	5,135,097	3,261,782
Operating Expenses:				
Personal Services	870,252	664,332	1,534,584	2,686,661
Contractual Services	146,153	1,385,473	1,531,626	316,151
Materials and Supplies	1,571,909	53,691	1,625,600	0
Utilities	78,744	123,938	202,682	0
Depreciation	267,657	270,099	537,756	0
Total Operating Expenses	2,934,715	2,497,533	5,432,248	3,002,812
Operating Income (Loss)	346,252	(643,403)	(297,151)	258,970
Nonoperating Revenue (Expenses):				
Interest Expense	(13,707)	0	(13,707)	0
Total Nonoperating Revenues (Expenses)	(13,707)	0	(13,707)	0
Income (Loss) Before Transfers	332,545	(643,403)	(310,858)	258,970
Transfers In	5,000	0	5,000	0
Change in Net Position	337,545	(643,403)	(305,858)	258,970
Net Position Beginning of Year	6,418,573	5,124,713	11,543,286	294,042
Net Position End of Year	\$ 6,756,118	\$ 4,481,310	11,237,428	\$ 553,012
Change in Net Position - Total Enterprise Funds			(305,858)	
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.			28,154	
Change in Net Position - Business-type Activities			\$ (277,704)	

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2016**

	Business-Type Activities Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$3,254,764	\$1,833,483	\$5,088,247	\$3,051,906
Cash Payments for Goods and Services	(1,946,947)	(1,182,508)	(3,129,455)	(412,550)
Cash Payments to Employees	(877,178)	(669,441)	(1,546,619)	(2,690,677)
Other Operating Receipts	6,913	27,198	34,111	227,631
Net Cash Provided by Operating Activities	437,552	8,732	446,284	176,310
<u>Cash Flows from Noncapital Financing Activities:</u>				
Transfers In from Other Funds	5,000	0	5,000	0
Net Cash Provided by Noncapital Financing Activities	5,000	0	5,000	0
<u>Cash Flows from Capital and Related Financing Activities:</u>				
Principal Paid on General Obligation Bonds	(115,000)	0	(115,000)	0
Acquisition and Construction of Assets	(203,082)	(205,722)	(408,804)	0
Interest Paid on All Debt	(18,400)	0	(18,400)	0
Net Cash Used for Capital and Related Financing Activities	(336,482)	(205,722)	(542,204)	0
<u>Cash Flows from Investing Activities:</u>				
Sale of Investments	0	104,064	104,064	0
Purchase of Investments	(164,165)	0	(164,165)	0
Net Cash Provided (Used) for Investing Activities	(164,165)	104,064	(60,101)	0
Net Increase (Decrease) in Cash and Cash Equivalents	(58,095)	(92,926)	(151,021)	176,310
Cash and Cash Equivalents at Beginning of Year	65,242	102,273	167,515	335,016
Cash and Cash Equivalents at End of Year	\$7,147	\$9,347	\$16,494	\$511,326
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</u>				
Operating Income (Loss)	\$346,252	(\$643,403)	(\$297,151)	\$258,970
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation Expense	267,657	270,099	537,756	0
Changes in Assets and Liabilities:				
Decrease (Increase) in Accounts Receivable	(19,290)	6,551	(12,739)	17,755
Increase in Deferred Outflows of Resources	(164,599)	(130,566)	(295,165)	0
Decrease (Increase) in Inventory	17,870	(614)	17,256	0
Increase in Prepaid Items	(5,945)	(5,101)	(11,046)	(53)
Increase (Decrease) in Accounts Payable	(162,066)	386,309	224,243	(4,016)
Decrease in Accrued Wages and Benefits	(19,742)	(15,106)	(34,848)	0
Decrease in Claims Liability	0	0	0	(96,346)
Increase (Decrease) in Compensated Absences Payable	(19,748)	19,368	(380)	0
Increase in Net Pension Liability	192,569	117,391	309,960	0
Increase in Deferred Inflows of Resources	4,594	3,804	8,398	0
Total Adjustments	91,300	652,135	743,435	(82,660)
Net Cash Provided by Operating Activities	\$437,552	\$8,732	\$446,284	\$176,310

See accompanying notes to the basic financial statements

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2016***

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	\$ 1,301,706
Total Assets	<u>1,301,706</u>
Liabilities:	
Intergovernmental Payable	1,282,244
Due to Others	<u>19,462</u>
Total Liabilities	<u>\$ 1,301,706</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Maumee, Ohio (the "City") is a home-rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1951 and has been amended seven times (in 1958, 1968, 1976, 1989, 1994, 2005 and 2006).

The accompanying basic financial statements of the City present the financial position of the various fund types, the results of operations of the various fund types and the cash flows of the proprietary funds. The financial statements are presented as of December 31, 2016 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, "*The Financial Reporting Entity*," as amended by GASB Statement No. 61 "*The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34*," in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, which include the following services: public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services. In addition, the City owns the water distribution system and the wastewater collection system, which are reported as enterprise funds.

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies.

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures (expenses). The various funds are summarized by type in the basic financial statements. The following fund types are used by the City:

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Governmental Funds - Governmental funds are those funds through which most governmental functions are typically financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities and deferred inflows of resources (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the City's major governmental funds:

General Fund – This fund is used to account for all financial resources except those accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio.

Fallen Timbers TIF Fund – This fund is used to account for revenues restricted by a tax increment financing agreement for the area of Fallen Timbers.

Income Tax "B" (0.5%) Fund – This fund is used to account for revenues from one-third of the income tax collections and for expenditures restricted to permanent improvements.

Proprietary Funds - All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, whereby the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City's major enterprise funds are:

Water Fund – This fund is used to account for the operation of the City's water service.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Sewer Fund – This fund is used to account for the operation of the City’s sanitary sewer service.

Internal Service Funds - These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City has one internal service fund, the Self Insurance Health Care Fund, which is used to account for monies received from city departments to cover the cost of health care for employees of the City’s departments.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations or other governments and therefore not available to support the City’s own programs. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on an accrual basis of accounting. The City has six agency funds. These funds are used to account for monies received by the City in situations where the City’s role is purely custodial in nature. The six funds are the Municipal Court Fund, which accounts for monies that flow through the municipal court office, the Ohio Board of Building Standards Assessments Fund, which accounts for funds from the three percent (3%) fees as required by Ohio Revised Code, the Ohio Board of Building Standards Residential Fund, which accounts for funds from the one percent (1%) fees as required by Ohio Revised Code, the MMT-JEDZ Collections Fund, which accounts for income taxes collected for the Monclova/Maumee/Toledo Joint Economic Development Zone, the MT-JEDZ Collections Fund, which accounts for income taxes collected for the Maumee/Toledo Joint Economic Development Zone and the CEDA Fund, which accounts for the collections related to the Monclova/Maumee/Toledo Cooperative Economic Development Agreement.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. The internal service fund is eliminated to avoid “doubling up” revenues and expenses; however, the interfund services provided and used are not eliminated in the process of consolidation.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

Fund Financial Statements – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus. Government-wide financial statements are prepared using the accrual basis of accounting.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, special assessments, and certain state levied locally shared taxes (including motor vehicle license fees and local government assistance). Other revenue, including licenses, permits, certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

Special assessment installments, which are measurable, but not available at December 31, are recorded as deferred inflow of resources – unavailable amount. Property taxes measurable as of December 31, 2016, but which are not intended to finance 2016 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred inflow of resources as further described in Note 6.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses recognized when incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Deferred Inflows/Outflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditures) until then. The City has one item that qualifies for reporting in this category. It is the deferred loss on refunding reported in the Governmental Activities of the Statement of Net Position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. In addition, the governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, *unavailable amounts*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable amounts for delinquent property taxes, municipal income taxes, charges for services, special assessments, and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the certificate of estimated resources and the appropriation ordinance, both of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control for all funds involving operations is at the object level within each department. Certain funds are appropriated at the minimum level of budgetary control as required by Ohio Revised Code section 5705.38 (c) due to the restricted nature of the use of these funds. Those funds are as follows: Indigent Driver Alcohol Treatment Fund, Federal and State Grants Fund, Community Housing Improvement Program Fund, Community Development Block Grant Fund, Job Creation and Retention Fund, Maumee Revolving Loan Fund, Probation Services Fund and the Fallen Timbers TIF Fund (special revenue funds), Income Tax "B" Fund Permanent Improvement Fund, Sewer Construction Fund, Waterline Construction Fund, Street Construction Fund, Sidewalk Construction Fund and the Municipal Court Improvement Fund (capital projects funds). Budgetary modifications may only be made by ordinance of the City Council.

1. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificate of estimated resources issued during 2016.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process (Continued)

2. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level and appropriations for personnel services are made at the object level in any fund. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. Total fund appropriations may not exceed the current estimated resources as certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level within each department. During the year, several supplemental appropriations were necessary to budget for capital outlay. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—General Fund" and in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—Fallen Timbers TIF Fund" are provided on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications.

3. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures in order to constrain that portion of the applicable appropriation and to determine and maintain legal compliance. Encumbrances outstanding at year end, however, are reported as reservations of fund balances for subsequent year expenditures in the accompanying basic financial statements.

4. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process (Continued)

5. Budgetary Basis of Accounting

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and major special revenue funds:

	Net Change in Fund Balance	
	General Fund	Fallen Timbers TIF Fund
GAAP Basis (as reported)	(\$209,810)	\$650,530
Increase (Decrease):		
Accrued Revenues at December 31, 2016 received during 2017	(1,518,342)	0
Accrued Revenues at December 31, 2015 received during 2016	2,056,606	0
Accrued Expenditures at December 31, 2015 paid during 2016	637,596	0
Accrued Expenditures at December 31, 2015 paid during 2016	(1,225,921)	0
2015 Prepaids for 2016	40,952	0
2016 Prepaids for 2017	(140,259)	0
Outstanding Encumbrances	(250,096)	0
Perspective Difference:		
Activity of Funds Reclassified for GAAP Reporting Purposes	20	0
Budget Basis	<u>(\$609,254)</u>	<u>\$650,530</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits and the State Treasurer's Assets Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment with an original maturity date of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. See Note 5, "Cash, Cash Equivalents and Investments."

H. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City records all its investments at fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 5, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 2016. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2016.

I. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2016, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

K. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$500.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the Fund Financial Statements.

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

2. Property, Plant and Equipment – Business Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Position and in the respective funds.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Capital Assets and Depreciation (Continued)

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Governmental and Business-Type Activities Estimated Lives (in years)
Buildings	25 - 45
Improvements other than Buildings/Infrastructure	10 - 50
Machinery, Equipment, Furniture and Fixtures	5 - 20

L. Long-Term Debt

Long-term liabilities are being repaid from the following funds:

Obligation	Fund
Ohio Water Development Authority Loans	Ohio Water Development Authority Debt Service Fund
Police and Fire Pension Accrued Liability	Police Pension Fund
Compensated Absences	General Fund, Street Construction, Maintenance and Repair Fund, Water Fund, Sewer Fund, Income Tax Fund
General Obligation Bonds	General Bond Retirement Fund, Water Fund
Workers Compensation Liability	Various Funds

M. Compensated Absences

All full-time City employees earn vacation at varying rates based upon length of service. An employee's vacation must be used during the period in which it is earned unless the Mayor allows the balance to be carried over to the following year. Upon separation from the City, the employee (or his estate) is paid for his accumulated unused vacation leave balance.

All full-time City employees earn sick leave at various rates. Upon completion of five years of service with the City, an employee who separates from the City in good standing receives up to one hour of monetary compensation for each hour of unused sick leave up to a maximum of 960 hours (if hired before 9/15/86) and up to half of 1,200 hours (if hired after 9/15/86). The monetary compensation is at the hourly rate of compensation of the employee at the time of resignation if the employee is not given credit at their next place of employment.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Compensated Absences (Continued)

In accordance with GASB Statement No. 16, "*Accounting for Compensated Absences*," the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined.

For governmental funds, that portion of unpaid compensated absences that has matured and is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net position, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

N. Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for Other Purposes includes federal grants for security of persons and property and mandatory fines for various court programs.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Fund Balances

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

Nonspendable – Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally contractually required to be maintained intact.

Restricted – Restricted fund balance consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

Committed – Committed fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City’s highest level of decision making authority. For the City, these constraints consist of ordinances passed by City Council. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action (ordinance) it employed previously to commit those amounts.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance, or by State Statute. State statute authorizes the finance director to assign fund balance for the purchases on order provided such amounts have been lawfully appropriated. The assigned amount in the General Obligation Debt Service Fund represents amounts assigned by council for the retirement of general obligation debt.

Unassigned – Unassigned fund balance consists of amounts that have not been restricted, committed or assigned to specific purposes within the General Fund as well as negative fund balances in all other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted (committed, assigned and unassigned) resources as they are needed.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Pensions

The provision for pension cost is recorded when the related payroll is accrued and the obligation is incurred. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

Q. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. In addition, interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. Only transfers between governmental activities and business-type activities are reported on the statement of activities.

R. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

S. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water treatment and distribution and wastewater collection and treatment. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

T. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2016.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

U. Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLES

For fiscal year 2016, the City has implemented GASB Statement No. 72, “Fair Value Measurement and Application”, GASB Statement No. 73 “Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68”, GASB Statement No. 76, “The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments”, GASB Statement No. 77 “Tax Abatement Disclosures” and GASB Statement No. 79, “Certain External Investment Pools and Pool Participants”.

GASB Statement No. 72 addresses accounting and financial reporting issues related to fair value measurement. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The implementation of GASB Statement No. 72 did not have an effect on the financial statements of the City.

GASB Statement No. 73 improves the usefulness of information about pensions included in the general purposes external financial reports of state and local governments for making decisions and assessing accountability. The implementation of GASB Statement No. 73 did not have an effect on the financial statements of the City.

GASB Statement No. 76 identifies - in the context of the current governmental financial reporting environment - the hierarchy of generally accepted accounting principles (GAAP). This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The implementation of GASB Statement No. 76 did not have an effect on the financial statements of the City.

GASB Statement No. 77 requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues. These changes were incorporated in the City's 2016 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 79 establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The implementation of GASB Statement No. 79 did not have an effect on the financial statements of the City.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Fund Deficit - The fund deficits at December 31, 2016 of \$46,094 in the Police Pension Fund (special revenue fund) and \$156,398 in the Permanent Improvement Fund (capital projects fund) arose from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary/cash basis. A deficit does not exist under the budgetary/cash basis of accounting. Transfers are provided when cash is required, not when accruals occur.

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 4 – FUND BALANCE CLASSIFICATION

Fund balance is classified as nonspendable, restricted, committed, assigned and unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General Fund	Fallen Timbers TIF Fund	Income Tax "B" (.5%) Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:					
Unclaimed Monies	\$39,514	\$0	\$0	\$0	\$39,514
Supplies Inventory	34,995	0	0	140,700	175,695
Prepaid Items	140,259	0	0	1,541	141,800
Total Nonspendable	214,768	0	0	142,241	357,009
Restricted:					
TIF Payments	0	3,924,354	0	0	3,924,354
Capital Projects	0	0	11,138,817	0	11,138,817
Special Assessment Debt Service Payments	0	0	0	776,492	776,492
Street Construction and Maintenance	0	0	0	259,256	259,256
State Highway Improvement	0	0	0	24,483	24,483
Permissive Auto License	0	0	0	110,548	110,548
Street Lighting	0	0	0	849,514	849,514
Law Enforcement Trust	0	0	0	1,816	1,816
Drug Law	0	0	0	3,742	3,742
Drug Law Enforcement and Education	0	0	0	4,637	4,637
Indigent Drivers Alcohol Treatment	0	0	0	20,877	20,877
Municipal Court Capital Improvement	0	0	0	221,484	221,484
Community Housing Improvement	0	0	0	6,116	6,116
Maumee Revolving Loan	0	0	0	322,921	322,921
Indigent Driver Surplus	0	0	0	45,526	45,526
Indigent Drivers Interlock Monies	0	0	0	8,531	8,531
Probation Services	0	0	0	26,980	26,980
Court Clerk Computer	0	0	0	24,223	24,223
Total Restricted	0	3,924,354	11,138,817	2,707,146	17,770,317
Committed:					
Job Creation and Retention	80	0	0	0	80
Sewer Construction	0	0	0	40,585	40,585
Waterline Construction	0	0	0	21	21
Sidewalk Construction	0	0	0	93,174	93,174
Street Construction	0	0	0	621,009	621,009
Street Opening	0	0	0	84,503	84,503
Total Committed	80	0	0	839,292	839,372
Assigned for Purchase Orders	138,823	0	0	0	138,823
Assigned for Debt Service	0	0	0	54	54
Unassigned (deficit)	9,646,220	0	0	(202,492)	9,443,728
Total Fund Balances	\$9,999,891	\$3,924,354	\$11,138,817	\$3,486,241	\$28,549,303

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the City into three categories:

Category 1 consists of "active" funds - those funds required to be kept in "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds not needed for immediate use but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions,

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- The State Treasury Asset Reserve of Ohio (STAR Ohio),
- Commercial Paper, and
- Bankers Acceptances.

A. Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is to place deposits with major local banks. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities. The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Collateral permitted by Chapter 135 of the ORC is limited to obligations of the United States and its agencies, bonds of any state, and bonds and other obligations of any country, municipal corporation or other legally constituted authority of the State of Ohio, or any instrumentality of such county, municipal corporation or other authority. Such collateral, as permitted by Chapter 135 of the ORC is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

At year end the carrying amount of the City's deposits was \$3,379,439 and the bank balance was \$4,076,026. Federal depository insurance covered \$874,916 of the bank balance and \$3,201,110 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	<u>\$3,201,110</u>
Total Balance	<u><u>\$3,201,110</u></u>

The General Fund received total interest income of \$161,525 during 2016 of which, \$116,040 was earned by other funds.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

The City's investments at December 31, 2016 are summarized below:

	Fair Value	Credit Rating	Fair Value Hierarchy	Investment Maturities (in Years)		
				less than 1	1-3	3-5
FNMA	\$5,370,433	AA+ ¹ / Aaa ²	Level 2	\$0	\$1,252,793	\$4,117,640
FHLMC	2,754,994	AA+ ¹ / Aaa ²	Level 2	0	801,887	1,953,107
FHLB	3,222,481	AA+ ¹ / Aaa ²	Level 2	1,000,510	500,565	1,721,406
FFCB	1,731,270	AA+ ¹ / Aaa ²	Level 2	0	1,731,270	0
Negotiable CD's	15,030,266	N/A	Level 1	3,864,174	9,281,999	1,884,093
STAR Ohio	104,579	AAAm ¹	N/A	104,579	0	0
Total Investments	<u>\$28,214,023</u>			<u>\$4,969,263</u>	<u>\$13,568,514</u>	<u>\$9,676,246</u>

¹ Standard & Poor's

² Moody's Investor Service

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The City adheres to the Ohio Revised Code's five year policy.

Credit Risk – The City's investments in Freddie Mac, FNMA, FHLMC, FHLB and FFCB securities were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment policy addresses credit risk by limiting investments to the safest types of securities, pre-qualifying financial institutions, brokers, intermediaries and financial advisors and by diversifying the investment portfolio so that potential losses on individual securities do not exceed income generated from the remaining portfolio.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investments in FNMA, FHLMC, FHLB and FFCB securities in the amount of \$5,370,433, \$2,754,994, \$3,222,481, and \$1,731,270, respectively, are uninsured and unregistered with securities held by the counterparty's trust department or agent in the City's name. The City has no investment policy dealing with custodial credit risk beyond the requirements of State statute which prohibit payment for investments prior to the delivery of the securities representing the investments to the treasurer or qualified trustee.

Concentration of Credit Risk – The City places no limit on the amount the City may invest in one issuer. The City has invested 19% of its investments in FNMA, 10% in FHLMC, 11% in FHLB, 6% in FFCB, 53% in Negotiable CD's and less than 1% in STAR Ohio.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

C. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. STAR Ohio is treated as a cash equivalent. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3, as amended by GASB Statement 40.

A reconciliation between classifications of cash and investments on the financial statements and classifications per items A and B of this note are as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Financial Statements	\$3,484,018	\$28,109,444
Investments:		
STAR Ohio	<u>(104,579)</u>	<u>104,579</u>
Per GASB Statement No. 3	<u>\$3,379,439</u>	<u>\$28,214,023</u>

* Includes petty cash.

NOTE 6 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2016 were levied after October 1, 2015 on assessed values as of January 1, 2015, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed during 2012 and the equalization adjustment was completed in 2015. Real property taxes are payable annually or semi-annually. The first payment is due January 20; the remainder payable by June 20.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 6 - TAXES (Continued)

A. Property Taxes (Continued)

Public utility real property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Maumee. The County Auditor periodically remits to the City its portion of the taxes collected.

The full property tax rate for all City operations for the year ended December 31, 2016 was \$3.70 per \$1,000 of assessed value. The assessed value upon which the 2016 tax receipts were based was \$423,412,840. This amount constitutes \$409,877,900 in real property assessed value and \$13,534,940 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .370% (3.70 mills) of assessed value.

B. Income Tax

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed. Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 7 – TAX ABATEMENT DISCLOSURES

As of December 31, 2016, the City of Maumee provides tax incentives under three programs: Tax Increment Financing (TIF), Enterprise Zone (EZ), and Community Reinvestment Area (CRA).

Real Estate Tax Abatements

Pursuant to Ohio Revised Code Chapter 5709, the City established a Community Reinvestment area in 1996 and an Enterprise Zone in 1996, both of which included certain land within the boundaries of the City of Maumee. The City of Maumee authorizes incentives through the passage of public ordinances, based upon each businesses investment criteria, and through a contractual application process with each business, including proof that the improvements have been made. The abatement equals an agreed upon percentage of the additional property tax resulting from the increase in assessed value as a result of the improvements. The amount of the abatement is deducted from the recipient's property tax bill. The establishment of the CRA and EZ gave the City the ability to maintain and expand businesses located in the City and created new jobs by abating or reducing assessed valuation of properties, resulting in abated taxes, from new or improved business real estate for office and industrial uses. The City of Maumee also enters into various contracts with the benefitting business and either Maumee City, Anthony Wayne Local, or Springfield Local School Districts for payments in lieu of taxes when required by Section 5709.82 of the Ohio Revised Code.

Income Tax Abatement Programs

The City of Maumee created the Job Creation and Retention Grant and Mini Grant programs in 1991 and 2010 respectively. The purpose of the program is to maintain Maumee's competitiveness as a site for location of new businesses and the expansion of existing businesses. Pursuant to Ohio Revised Code Chapter 718 and City ordinance, the City provides an incentive to the company based upon the company's gross annual payroll, the amount of income tax generated annually and the number of jobs created or retained by the business. The abatement is administered as a refund based upon the company's payroll taxes. Also, the time period of the incentive in years, is determined by how many new jobs are to be created by the company. The cap on the incentive is \$20,000 per year, with an incentive period of no more than 10 years.

City Council's Incentive Criteria for Decision Making

The City of Maumee has offered tax incentives and Community Reinvestment Act (CRA) and Enterprise Zone abatements to various businesses based upon substantial project investment in the City. As a general guideline, the City considers CRA applications for projects that have at least \$1,000,000 real estate investment into a property, along with the retention and creation of at least 15 jobs with a payroll increasing at least \$250,000 annually. For EZ applications, the City of Maumee generally requires projects to have at least \$3,000,000 real estate investment into a property, along with the retention and creation of at least 50 jobs with a payroll of at least 150% of the minimum wage.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 7 – TAX ABATEMENT DISCLOSURES (Continued)

Below is the information relevant to the disclosure of those programs for the year ended December 31, 2016.

Property Tax Abatement	Total Amount of Taxes Abated (Incentives Abated For the Year 2016 In Actual Dollars)
<i>CRA</i> The Andersons (Rail Car Division)	\$84,682

JOB CREATION & RETENTION GRANTS PAYMENT SCHEDULE			
NAME	GRANT PERIOD	DATE PAID FOR 2016 BUDGET YEAR	
Hanson, Inc. - Add'l Grant	January ~ December		\$0 03396-W
Owens Community College	January ~ December		\$0 00510-W
Service Spring - Tollgate	January ~ December	4/15/2016	\$12,500 00714-W
Service Spring Corp (MMT)	January ~ December	4/15/2016	\$15,000 00175-J
Paramount Care	February ~ January	6/10/2016	\$12,000 01310-W
Willoughby Supply MMT	February ~ January	6/10/2016	\$3,000 00208-J
Matrix Technologies- AIP	March ~ February	6/10/2016	\$15,600 00043-Z
WLB Interventional LLC	April ~ March		\$0 04929-W
American Frame	May ~ April	6/10/2016	\$6,420 00121-W
Applied Energy Technologies	June ~ May		\$0 04593-W
Andersons	July ~ June		\$0 00424-W
JDI Group	July ~ June	9/16/2016	\$20,000 03163-W
Professional Skills Institute	July ~ June	9/16/2016	\$8,700 04668-W
Hanson, Inc. - Base Grant	August ~ July	9/16/2016	\$12,000 03396-W
Virtual Technologies Group	August ~ July	9/16/2016	\$8,000 04900-W
Berry Plastics	September ~ August		\$15,300 04690-W/04706-W
Westhaven/Omnicare	September ~ August		\$17,800 00223-Z
Surface Combustion	October ~ September		\$12,000 00779-W
Dana Corp	November ~ October	4/15/2016	\$20,000
United Collections Bureau	November ~ October	4/15/2016	\$19,100 03339-W
Therma Tru Corp	December~November		\$0 00149-Z
	TOTAL GRANTS PAID IN 2016		\$197,420

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 8 - RECEIVABLES

At December 31, 2016, receivables, which are recorded net of allowance for doubtful accounts, consisted of taxes, accounts receivable, special assessments, due from other funds, loans, and intergovernmental receivables to be received in the following reporting period except for special assessments. All receivables are considered collectible in full due to the ability to foreclose for nonpayment of taxes and the stable condition of State programs.

NOTE 9 – TRANSFERS

Following is a summary of transfers in and out for all funds for 2016:

Transfers Out:	Transfers In:		
	Water Fund	Nonmajor Governmental Funds	Total
General Fund	\$5,000	\$479,000	\$484,000
Income Tax "B" (.5%) Fund	0	3,886,487	3,886,487
Fallen Timbers TIF Fund	0	620,298	620,298
Nonmajor Governmental Funds	0	25,000	25,000
	<u>\$5,000</u>	<u>\$5,010,785</u>	<u>\$5,015,785</u>

Transfers are used to (1) move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; (2) move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them; (3) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due; (4) for capital purchases authorized by council; and (5) move revenues to the permanent improvement fund; (6) upon completion of projects, excess funds were transferred back to the originating fund.

All transfers were made in accordance with Ohio Revised Code sections 5705.14, 5705.15, and 5705.16.

NOTE 10 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at December 31, 2016 consist of the following receivables and payables:

Fund	Receivable	Payable
Governmental Funds:		
Income Tax "B" (.5%) Fund	\$441,310	\$0
Other Governmental Funds	0	454,850
Total Governmental Funds	441,310	454,850
Enterprise Funds:		
Water Fund	6,770	0
Sewer Fund	6,770	0
Total Enterprise Funds	13,540	0
Totals	<u>\$454,850</u>	<u>\$454,850</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 10 - INTERFUND RECEIVABLES AND PAYABLES (Continued)

The interfund loans receivable/payable are amounts that have been advanced from one fund to another and will be repaid during the following reporting period.

On the Statement of Net Position, the Governmental Activities reported an internal balance at December 31, 2016 of \$72,699, which was offset in the Business-Type Activities by the same amount.

NOTE 11 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2016:

Historical Cost:

Class	December 31, 2015	Additions	Deletions	December 31, 2016
<i>Capital assets not being depreciated:</i>				
Land	\$7,179,540	\$0	\$0	\$7,179,540
Construction in Progress	1,312,653	904,210	(1,094,142)	1,122,721
Subtotal	<u>8,492,193</u>	<u>904,210</u>	<u>(1,094,142)</u>	<u>8,302,261</u>
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	55,717,390	973,687	(18,749)	56,672,328
Machinery and Equipment	16,433,000	2,134,312	(394,948)	18,172,364
Infrastructure	54,418,644	2,675,274	(143,678)	56,950,240
Subtotal	<u>126,569,034</u>	<u>5,783,273</u>	<u>(557,375)</u>	<u>131,794,932</u>
Total Cost	<u>\$135,061,227</u>	<u>\$6,687,483</u>	<u>(\$1,651,517)</u>	<u>\$140,097,193</u>

Accumulated Depreciation:

Class	December 31, 2015	Additions	Deletions	December 31, 2016
Buildings and Improvements	(\$19,570,877)	(\$1,783,689)	\$8,749	(\$21,345,817)
Machinery and Equipment	(10,406,731)	(945,612)	316,257	(11,036,086)
Infrastructure	(20,294,050)	(996,081)	141,456	(21,148,675)
Total Depreciation	<u>(\$50,271,658)</u>	<u>(\$3,725,382) *</u>	<u>\$466,462</u>	<u>(\$53,530,578)</u>
<i>Net Value:</i>	<u>\$84,789,569</u>			<u>\$86,566,615</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 11 - CAPITAL ASSETS (continued)

A. Governmental Activities Capital Assets (Continued)

* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$948,596
Public Health and Welfare Services	2,086
Basic Utility Services	232,963
Leisure Time Activities	588,793
Community Environment	18,064
Transportation	1,407,505
General Government	527,375
Total Depreciation Expense	<u>\$3,725,382</u>

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2016:

Historical Cost:

Class	December 31, 2015	Additions	Deletions	December 31, 2016
<i>Capital assets not being depreciated:</i>				
Land	\$118,864	\$0	\$0	\$118,864
Construction in Progress	3,549	0	0	3,549
	<u>122,413</u>	<u>0</u>	<u>0</u>	<u>122,413</u>
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	22,442,345	282,932	0	22,725,277
Machinery and Equipment	2,088,887	125,872	(18,559)	2,196,200
	<u>24,531,232</u>	<u>408,804</u>	<u>(18,559)</u>	<u>24,921,477</u>
Total Cost	<u>\$24,653,645</u>	<u>\$408,804</u>	<u>(\$18,559)</u>	<u>\$25,043,890</u>

Accumulated Depreciation:

Class	December 31, 2015	Additions	Deletions	December 31, 2016
Buildings and Improvements	(\$14,077,261)	(\$436,536)	\$0	(\$14,513,797)
Machinery and Equipment	(1,457,101)	(101,220)	18,559	(1,539,762)
Total Depreciation	<u>(\$15,534,362)</u>	<u>(\$537,756)</u>	<u>\$18,559</u>	<u>(\$16,053,559)</u>
<i>Net Value:</i>	<u>\$9,119,283</u>			<u>\$8,990,331</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 12 – DEFINED BENEFIT PENSION PLANS

Net Pension Liability

The net pension liability reported on the statement of net position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension liability represents the City’s proportionate share of each pension plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan’s fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

Ohio Revised Code limits the City’s obligation for this liability to annually required payments. The City cannot control benefit terms or the manner in which pensions are financed; however, the City does receive the benefit of employees’ services in exchange for compensation including pension.

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan’s unfunded benefits is presented as a long-term *net pension liability* on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS’ traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS’ fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups under the traditional plan as per the reduced benefits adopted by SB 343 (see OPERS CAFR referenced above for additional information):

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
Public Safety	Public Safety	Public Safety
Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 52 with 25 years of service credit or Age 56 with 15 years of service credit
Law Enforcement	Law Enforcement	Law Enforcement
Age and Service Requirements: Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 56 with 15 years of service credit
Public Safety and Law Enforcement	Public Safety and Law Enforcement	Public Safety and Law Enforcement
Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

Final average Salary (FAS) represents the average of the three highest years of earnings over a member's career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member's career.

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

	<u>State and Local</u>
2016 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
2016 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	<u>2.0</u>
Total Employer	<u>14.0 %</u>
Employee	<u>10.0 %</u>

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$878,873 for 2016.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

Plan Description – Ohio Police & Fire Pension Fund (OPF)

Plan Description - City full-time police and firefighters participate in Ohio Police and Fire Pension Fund (OPF), a cost-sharing, multiple-employer defined benefit pension plan administered by OPF. OPF provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OPF issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OPF fiduciary net position. The report that may be obtained by visiting the OPF website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Upon attaining a qualifying age with sufficient years of service, a member of OPF may retire and receive a lifetime monthly pension. OPF offers four types of service retirement: normal, service commuted, age/service commuted and actuarially reduced. Each type has different eligibility guidelines and is calculated using the member's average annual salary. The following discussion of the pension formula relates to normal service retirement.

For members hired after July 1, 2013, the minimum retirement age is 52 for normal service retirement with at least 25 years of service credit. For members hired on or before July 1, 2013, the minimum retirement age is 48 for normal service retirement with at least 25 years of service credit.

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit.

Under normal service retirement, retired members who are at least 55 years old and have been receiving OPF benefits for at least one year may be eligible for a cost-of-living allowance adjustment. The age 55 provision for receiving a COLA does not apply to those who are receiving a permanent and total disability benefit and statutory survivors.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either three percent or the percent increase, if any, in the consumer price index (CPI) over the 12-month period ending on September 30 of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013 is equal to three percent of their base pension or disability benefit.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

	<u>Police</u>	<u>Firefighters</u>
2016 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee:		
January 1, 2016 through December 31, 2016	12.25 %	12.25 %
2016 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	<u>0.50</u>	<u>0.50</u>
Total Employer	<u>19.50 %</u>	<u>24.00 %</u>
Employee:		
January 1, 2016 through December 31, 2016	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution to OPF was \$591,979 for 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability for OPERS was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OPF’s total pension liability was measured as of December 31, 2015, and was determined by rolling forward the total pension liability as of January 1, 2015, to December 31, 2015. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportionate Share of Net Pension Liability	\$9,975,068	\$8,681,728	\$18,656,796
Proportionate Share of Net Pension Liability - 2016	0.057589%	0.134955%	
Proportionate Share of Net Pension Liability - 2015	<u>0.059011%</u>	<u>0.138147%</u>	
Percentage Change	<u>-0.001422%</u>	<u>-0.003192%</u>	
Pension Expense	\$1,330,731	\$1,023,881	\$2,354,612

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

At December 31, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments	\$2,932,047	\$1,420,179	\$4,352,226
Change in Proportionate Share	0	(7,126)	(7,126)
City contributions subsequent to the measurement date	878,873	591,979	1,470,852
Total Deferred Outflows of Resources	<u>\$3,810,920</u>	<u>\$2,005,032</u>	<u>\$5,815,952</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$195,752	\$24,378	\$220,130
Change in Proportionate Share	(3,014)	0	(3,014)
Total Deferred Inflows of Resources	<u>\$192,738</u>	<u>\$24,378</u>	<u>\$217,116</u>

\$1,470,852 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
2017	\$641,267	\$367,399	\$1,008,666
2018	688,151	367,399	1,055,550
2019	746,369	367,399	1,113,768
2020	663,522	292,070	955,592
2021	0	(4,697)	(4,697)
2022	0	(895)	(895)
Total	<u>\$2,739,309</u>	<u>\$1,388,675</u>	<u>\$4,127,984</u>

Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation	3.75 percent
Future Salary Increases, including inflation	4.25 to 10.05 percent including wage inflation
COLA or Ad Hoc COLA	3 percent, simple
Investment Rate of Return	8 percent
Actuarial Cost Method	Individual Entry Age

Mortality rates were based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

The most recent experience study was completed for the five year period ended December 31, 2010.

The long-term rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 0.4 percent for 2015.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2015 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	23.00 %	2.31 %
Domestic Equities	20.70	5.84
Real Estate	10.00	4.25
Private Equity	10.00	9.25
International Equities	18.30	7.40
Other investments	18.00	4.59
Total	100.00 %	5.27 %

Discount Rate The discount rate used to measure the total pension liability was 8 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability calculated using the current period discount rate assumption of 8 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (7 percent) or one-percentage-point higher (9 percent) than the current rate:

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$15,892,722	\$9,975,068	\$4,983,716

Changes Between Measurement Date and Report Date

In October 2016, the OPERS Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of December 31, 2016. The most significant change is a reduction in the discount rate from 8.0 percent to 7.5 percent. Although the exact amount of these changes is not known, the impact to the City’s net pension liability is expected to be significant.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

Actuarial Assumptions – OPF

OPF’s total pension liability as of December 31, 2015 is based on the results of an actuarial valuation date of January 1, 2015, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF’s actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2015, are presented below:

Valuation Date	January 1, 2015
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent

Rates of death are based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

The most recent experience study was completed January 1, 2012.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OPF’s target asset allocation as of December 31, 2015 are summarized below:

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Cash and Cash Equivalents	0.00 %	0.00 %
Domestic Equity	16.00	4.47
Non-US Equity	16.00	4.47
Core Fixed Income *	20.00	1.62
Global Inflation Protected *	20.00	1.33
High Yield	15.00	3.39
Real Estate	12.00	3.93
Private Markets	8.00	6.98
Timber	5.00	4.92
Master Limited Partnerships	8.00	7.03
Total	<u>120.00 %</u>	

* levered 2x

OPF’s Board of Trustees has incorporated the “risk parity” concept into OPF’s asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.2 times due to the application of leverage in certain fixed income asset classes.

Discount Rate The total pension liability was calculated using the discount rate of 8.25 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.25 percent. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.25 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.25 percent), or one percentage point higher (9.25 percent) than the current rate.

	<u>1% Decrease (7.25%)</u>	<u>Current Discount Rate (8.25%)</u>	<u>1% Increase (9.25%)</u>
City's proportionate share of the net pension liability	\$11,450,037	\$8,681,728	\$6,336,698

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 13 – POST-EMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (“OPERS”)

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

In March 2016, OPERS received two favorable rulings from the Internal Revenue Service (IRS) allowing OPERS to consolidate all health care assets into the OPERS 115 Health Care Trust. Transition to the new health care trust structure was completed July 1, 2016. As of December 31, 2016, OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the Traditional Pension and the Combined plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including OPERS sponsored health care coverage. OPERS funds a Retiree Medical Account (RMA) for participants in the Member-Directed Plan. At retirement or refund, participants can be reimbursed for qualified medical expenses from their vested RMA balance.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45. Please see the Plan Statement in the OPERS 2015 CAFR for details.

The ORC permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml#CAFR>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2016, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 13 – POST-EMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 2.0% during calendar year 2016. As recommended by OPERS’ actuary, the portion of employer contributions allocated to health care beginning January 1, 2017 decreased to 1.0% for both plans. The Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited to the RMA for participants in the Member-Directed Plan for 2016 was 4.0%.

The City's contributions for health care to the OPERS for the years ending December 31, 2016, 2015, and 2014 were \$146,479, \$157,732 and \$158,649, respectively, which were equal to the required contributions for each year.

B. Ohio Police and Fire Pension Fund (“OP&F”)

Plan Description – The City contributes to the OP&F sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides health care benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F’s website at www.op-f.org.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 13 – POST-EMPLOYMENT BENEFITS (Continued)

B. Ohio Police and Fire Pension Fund (“OP&F”) (Continued)

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS code Section 115 trust and one for Medicare Part B reimbursements administrated as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2016, the portion of employer contributions allocated to health care was 0.5% of covered payroll for both police officers and firefighters. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OP&F for the years ending December 31, 2016, 2015, and 2014 were \$15,578, \$15,236 and \$15,175 for police, which were equal to the required contributions for each year.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 14 – COMPENSATED ABSENCES

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned, but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees expected to become eligible in the future to receive such payments.

At December 31, 2016, the City's accumulated, unpaid compensated absences amounted to \$2,349,309, of which \$2,131,458 is recorded as a liability of the Governmental Activities and \$217,851 is recorded as a liability of the Business-Type Activities.

NOTE 15 - LONG-TERM DEBT

Long-term debt of the City at December 31, 2016 was as follows:

	Balance December 31, 2015	Additions	(Reductions)	Balance December 31, 2016	Amounts Due Within One Year
Governmental Activities:					
General Obligation Bonds					
2.330% Fallen Timbers Phase One	\$3,645,000	\$0	(\$200,000)	\$3,445,000	\$210,000
1.250% Fallen Timbers Phase One	3,225,000	0	(170,000)	3,055,000	170,000
2.000% Improvement Bonds - Service Building	3,730,000	0	(180,000)	3,550,000	180,000
Premium	154,053	0	(9,061)	144,992	0
2.000% Improvement Bonds	3,930,000	0	(50,000)	3,880,000	50,000
Premium	181,747	0	(20,193)	161,554	0
2.000% Improvement Bonds	8,745,000	0	(1,255,000)	7,490,000	1,295,000
Total General Obligation Bonds	23,610,800	0	(1,884,254)	21,726,546	1,905,000
Compensated Absences	2,282,720	2,131,458	(2,282,720)	2,131,458	893,127
Net Pension Liability	13,356,483	4,388,685	(315,799)	17,429,369	0
Workers Compensation Liability	5,874	3,836	0	9,710	0
Ohio Police and Fire Pension Accrued Liability	46,282	0	(1,570)	44,712	1,637
Total Governmental Activities Long-Term Debt	<u>\$39,302,159</u>	<u>\$6,523,979</u>	<u>(\$4,484,343)</u>	<u>\$41,341,795</u>	<u>\$2,799,764</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2016**

NOTE 15 - LONG-TERM DEBT (Continued)

	Balance December 31, 2015	Additions	(Reductions)	Balance December 31, 2016	Due Within One Year
Business-Type Activities:					
General Obligation Bond:					
2.000% Improvement Bonds - Meters	\$840,000	\$0	(\$115,000)	\$725,000	\$115,000
Premium	31,514	0	(4,502)	27,012	0
Total General Obligation Bonds	871,514	0	(119,502)	752,012	115,000
Compensated Absences	\$218,231	\$217,851	(\$218,231)	\$217,851	\$77,578
Net Pension Liability	917,467	331,071	(21,111)	1,227,427	0
Total Business-Type Activities Long-Term Debt	<u>\$2,007,212</u>	<u>\$548,922</u>	<u>(\$358,844)</u>	<u>\$2,197,290</u>	<u>\$192,578</u>

A. Principal and Interest Requirements

A summary of the City's future long-term debt funding requirements, including principal and interest payments as of December 31, 2016, follows:

Years	Governmental General Obligation Bonds		Business-Type General Obligation Bonds		Ohio Police and Fire Pension Accrued Liability	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	\$1,905,000	\$585,948	\$115,000	\$16,100	\$1,637	\$1,883
2018	1,975,000	547,472	115,000	13,800	1,708	1,813
2019	2,035,000	506,654	120,000	11,500	1,781	1,739
2020	2,115,000	463,806	120,000	9,100	1,857	1,663
2021	2,195,000	418,368	125,000	6,700	1,937	1,583
2022-2026	7,750,000	1,256,076	130,000	3,575	11,008	6,503
2027-2031	3,170,000	353,012	0	0	13,583	4,018
2032-2035	275,000	8,938	0	0	11,201	962
Totals	<u>\$21,420,000</u>	<u>\$4,140,274</u>	<u>\$725,000</u>	<u>\$60,775</u>	<u>\$44,712</u>	<u>\$20,164</u>

B. Ohio Police and Fire Pension Fund

The City's liability for past service costs relating to the Ohio Police and Fire Pension Fund at December 31, 2016 was \$64,876 in principal and interest payments through the year 2035. Only the principal amount of \$44,712 is included in the long-term liabilities of the City.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 15 - LONG-TERM DEBT (Continued)

C. Refunded General Obligation Debt

On May 1, 2014, the City refunded \$9,390,000 of outstanding bonds (the "2005 Bonds") with an interest rate of 4.00% with \$9,035,000 refunding bonds issued in April 2014. A portion of the principal amount of the 2005 bonds was paid off during 2014. The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. This transaction resulted in a savings to the City of \$646,767.

NOTE 16 - CONDUIT DEBT OBLIGATIONS

From time to time, the City has issued revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from hospital and various industrial revenues. Ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2016, there were fourteen series of Industrial Revenue Bonds and one series of Hospital Revenue Bonds outstanding. The aggregate principal amount payable for the fourteen Industrial Revenue Bonds issued prior to January 1, 1996, could not be determined, however, their original issue amounts totaled \$11,430,000.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 17 - CONSTRUCTION COMMITMENTS

As of December 31, 2016, the City had the following commitments with respect to capital projects:

Capital Projects	Remaining Construction Commitment	Expected Date of Completion
Michigan Avenue Area Storm Water	\$12,544	2017
Conant St. Improvement Design	50,909	2017
AWT Safety Study	1,134	2017
Conant Street Safety Upgrade - Construction	78,394	2017
Sackett St. Improvements - Engineering	42,476	2017
BUSTR Service Building	1,457	2017
Service Department Storage Building - Engineering	27,658	2017
Transformer install	3,435	2017
Flooring at Senior Center	20,555	2017
Transformer install	24,366	2017
Roofing at Fire Station	21,500	2017
Transformer install	27,802	2017
Dussel/Salisburg Signal Timing	2,000	2017
214 Illinois Remedial Action Plan	5,500	2017
Signal Improvement River/Detroit/Scott	19,825	2017
Aerial bucket truck	92,295	2017
Water tower painting	7,000	2017
Michignan Ave Pump Station SCADA & rebuild	40,350	2017
Alarm monitoring system at pump station	13,062	2017
Cass Road Pump Station Design	42,983	2017
Total	\$535,245	

NOTE 18 – SIGNIFICANT COMMITMENTS

Significant encumbrances outstanding at year-end in the General Fund are \$138,821 and are reported as assigned fund balance. Also, in the Income Tax B (.5%) Fund (capital projects fund) there are significant encumbrances outstanding in the amount of \$304,940. This amount is reported as part of the restricted fund balance.

NOTE 19 - SUBSEQUENT EVENT

On June 22, 2017, the City of Maumee refunded \$2,970,000 of the 2008 Fallen Timbers Capital Improvement Bonds. The bonds have a net interest cost of 2.34% and mature in 2028.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2016***

NOTE 20 - INSURANCE AND RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. In 1994, the City joined the Ohio Government Risk Management Plan (the "OGRMP"), a public entity risk plan formed under Section 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for 585 member political subdivisions. The City pays an annual premium to the OGRMP for its general insurance coverage. The agreement for formation of the OGRMP provides that the organization will be self-sustaining through member premiums and will reinsure all claims in excess of a member's deductible through commercial insurance and reinsurance companies.

The City maintains a self-funded health insurance program with claims processed by CBCA Administrators, Inc. on behalf of the City. A separate Medical Care - Self Insured Fund (an internal service fund) was created in 1990 to account for and finance the health insurance program. As an integral part of the health insurance program, a reinsurance policy has been purchased covering claims in excess of \$100,000 per individual per year up to a maximum of \$1,000,000 per year. Settled claims have not exceeded the commercial coverage limits in any of the past three fiscal years.

All funds of the City from which employee salaries are paid participate in the health insurance program and make payments to the Medical Care - Self Insured Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Total contributions to the program during 2016 were \$3,261,782. The claims liability of \$75,667 reported in the Medical Care - Self Insured Fund at December 31, 2016 is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," as amended by GASB Statement No. 30 "Risk Management Omnibus," which requires that a liability for claims be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the Medical Care - Self Insured Fund's claims liability amount in fiscal years 2014, 2015 and 2016 were:

<u>Fiscal Year</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Claims Liability at Fiscal Year End</u>
2014	\$192,982	2,804,865	(2,695,099)	\$302,748
2015	302,748	2,402,941	(2,533,676)	172,013
2016	172,013	2,590,315	(2,686,661)	75,667

The City pays unemployment claims to the State of Ohio as incurred.

The City continues to carry commercial insurance for other risks of loss, including employee life insurance. There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

REQUIRED SUPPLEMENTAL INFORMATION

***Schedule of City's Proportionate Share of the Net Pension Liability
Last Three Years***

Ohio Public Employees Retirement System

Year	<u>2013</u>	<u>2014</u>	<u>2015</u>
City's proportion of the net pension liability (asset)	0.059011%	0.059011%	0.057589%
City's proportionate share of the net pension liability (asset)	\$6,956,628	\$7,117,385	\$9,975,068
City's covered-employee payroll	\$7,668,054	\$7,318,975	\$7,980,283
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	90.72%	97.25%	125.00%
Plan fiduciary net position as a percentage of the total pension liability	86.36%	86.45%	81.08%

Source: Finance Director's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

Year	<u>2013</u>	<u>2014</u>	<u>2015</u>
City's proportion of the net pension liability (asset)	0.1381465%	0.1381465%	0.134955%
City's proportionate share of the net pension liability (asset)	\$6,728,168	\$7,156,565	\$8,681,728
City's covered-employee payroll	\$2,878,203	\$2,832,245	\$2,881,787
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	233.76%	252.68%	301.26%
Plan fiduciary net position as a percentage of the total pension liability	73.00%	72.20%	66.77%

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

Information prior to 2013 is not available.

The schedule is reported as of the measurement date of the Net Pension Liability.

CITY OF MAUMEE, OHIO

***Schedule of City Contributions
Last Four Years***

Ohio Public Employees Retirement System

Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Contractually required contribution	\$996,847	\$878,277	\$957,634	\$878,873
Contributions in relation to the contractually required contribution	<u>996,847</u>	<u>878,277</u>	<u>957,634</u>	<u>878,873</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's covered-employee payroll	\$7,668,054	\$7,318,975	\$7,980,283	\$7,323,942
Contributions as a percentage of covered-employee payroll	13.00%	12.00%	12.00%	12.00%

Source: Finance Director's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Contractually required contribution	\$491,597	\$576,645	\$578,951	\$591,979
Contributions in relation to the contractually required contribution	<u>491,597</u>	<u>576,645</u>	<u>578,951</u>	<u>591,979</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's covered-employee payroll	\$2,878,203	\$2,832,245	\$2,881,787	\$2,946,635
Contributions as a percentage of covered-employee payroll	17.08%	20.36%	20.09%	20.09%

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

Information prior to 2013 is not available.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, INTERNAL
SERVICE FUNDS AND FIDUCIARY FUNDS.*

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

Street Construction, Maintenance and Repair Fund

To account for revenues distributed by the state from the motor vehicle and gasoline taxes. Expenditures may only be for street construction and maintenance.

State Highway Improvement Fund

To account for the revenues distributed by the state from the motor vehicle taxes, permissive fees and gasoline taxes. Expenditures may only be used for street and state highway improvements and maintenance.

Permissive Auto License Tax Fund

To account for the permissive auto license taxes levied for street construction, maintenance and repair.

Street Lighting Fund

To account for the revenue from special assessments for street lighting construction and operation.

Law Enforcement Trust Fund

To account for funds received by the police department for contraband, per state statute.

Mandatory Drug Law Fund

To account for mandatory fines collected for drug offenses.

Enforcement and Education Fund

To account for financial resources used to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

Indigent Driver Alcohol Treatment Fund

To account for the revenues from fines as established by the state to pay for alcohol treatment related training programs for indigent persons.

(Continued)

Special Revenue Funds (Continued)

Municipal Court Capital Improvement Fund

To account for the acquisition, improvement, replacement and repair of capital assets of the Maumee Municipal Court.

Community Housing Improvement Program Fund

To account for financial resources for use in assisting low income home owners and first time buyers.

Job Creation and Retention Fund

To account for grants made by the City through the Job Creation and Retention Grant Program. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Maumee Revolving Loan Fund

To account for loans made by the City through the Maumee Revolving Loan Program.

Police Pension Fund

To account for taxes levied toward partial payment of the current and accrued liability for police disability and pension.

Street Opening Fund

To account for performance bonds posted by contractors and owners to ensure full restoration of pavement or completion of construction on public property.

Probation Services Fund

To account for revenues generated from court costs from cases requiring services from the Probation Division.

Indigent Driver Interlock Monies Fund

This fund is used to account for revenues from fines as established by the State to pay for interlock monitoring programs for indigent persons.

Court Clerk Computer Fund

This fund is used to account for collection and distribution of revenues and expenditures from the Maumee Municipal Court for charges and collections of an additional fee on each traffic and criminal case disposed of, to fund the computerization of the Maumee Municipal Court Clerk's office."

Indigent Driver Alcohol Treatment Surplus Fund

This fund is used to account for revenues from fines to fund the computerization of the Maumee Municipal Court Clerk's office.

Debt Service Funds

The Debt Service Funds are used to account for retirement of the City's general obligation and special assessment bonds.

General Bond Retirement Fund

To account for the accumulation of resources for the payment of general obligation debt of the City including self-supporting obligations not otherwise paid from proprietary funds.

Special Assessment Bond Retirement Fund

To account for accumulated special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of assessment bonds.

Capital Projects Funds

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

Sewer Construction Fund

To account for revenues and expenditures for the construction and acquisition of capital sewer projects.

Waterline Construction Fund

To account for revenues and expenditures for the construction and acquisition of capital waterline projects.

Street Construction Fund

To account for revenues and expenditures committed for the construction and acquisition of capital street projects..

Sidewalk Construction Fund

To account for revenues and expenditures for the construction and acquisition of capital sidewalk projects.

Permanent Improvement Fund

To account for revenues and expenditures designated for specific projects of capital acquisition or construction and other specific operations.

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2016**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 561,724	\$ 776,546	\$ 141,184	\$ 1,479,454
Investments	1,335,341	0	961,690	2,297,031
Receivables:				
Taxes	119,016	0	0	119,016
Intergovernmental	382,977	0	0	382,977
Special Assessments	9,919	558,158	0	568,077
Inventory of Supplies, at Cost	140,700	0	0	140,700
Prepaid Items	5,295	0	0	5,295
Total Assets	\$ 2,554,972	\$ 1,334,704	\$ 1,102,874	\$ 4,992,550
Liabilities:				
Accounts Payable	\$ 17,255	\$ 0	\$ 49,633	\$ 66,888
Accrued Wages and Benefits Payable	60,225	0	0	60,225
Interfund Loans Payable	0	0	454,850	454,850
Benefits Payable	10,628	0	0	10,628
Total Liabilities	88,108	0	504,483	592,591
Deferred Inflows of Resources:				
Unavailable Amounts	240,911	558,158	0	799,069
Property Tax for Next Fiscal Year	114,649	0	0	114,649
Total Deferred Inflows of Resources	355,560	558,158	0	913,718
Fund Balances:				
Nonspendable	142,241	0	0	142,241
Restricted	1,930,654	776,492	0	2,707,146
Committed	84,503	0	754,789	839,292
Assigned	0	54	0	54
Unassigned (Deficit)	(46,094)	0	(156,398)	(202,492)
Total Fund Balances	2,111,304	776,546	598,391	3,486,241
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,554,972	\$ 1,334,704	\$ 1,102,874	\$ 4,992,550

CITY OF MAUMEE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2016**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property Taxes	\$ 113,598	\$ 0	\$ 0	\$ 113,598
Intergovernmental Revenues	960,791	0	0	960,791
Investment Earnings	70	0	0	70
Special Assessments	273,988	75,174	91	349,253
Fines and Forfeitures	213,378	0	0	213,378
All Other Revenue	4,200	0	0	4,200
Total Revenue	1,566,025	75,174	91	1,641,290
Expenditures:				
Current:				
Security of Persons and Property	969,396	0	0	969,396
Transportation	820,470	0	0	820,470
General Government	93,145	0	0	93,145
Capital Outlay	0	0	2,351,620	2,351,620
Debt Service:				
Principal Retirement	0	1,855,000	0	1,855,000
Interest and Fiscal Charges	0	629,947	0	629,947
Total Expenditures	1,883,011	2,484,947	2,351,620	6,719,578
Excess (Deficiency) of Revenues Over Expenditures	(316,986)	(2,409,773)	(2,351,529)	(5,078,288)
Other Financing Sources (Uses):				
Transfers In	504,000	2,477,812	2,028,973	5,010,785
Transfers Out	(25,000)	0	0	(25,000)
Total Other Financing Sources (Uses)	479,000	2,477,812	2,028,973	4,985,785
Net Change in Fund Balances	162,014	68,039	(322,556)	(92,503)
Fund Balances at Beginning of Year	2,088,025	708,507	920,947	3,717,479
Decrease in Inventory Reserve	(138,735)	0	0	(138,735)
Fund Balances End of Year	\$ 2,111,304	\$ 776,546	\$ 598,391	\$ 3,486,241

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016**

	Street Construction, Maintenance and Repair	State Highway Improvement	Permissive Auto License Tax	Street Lighting
Assets:				
Cash and Cash Equivalents	\$ 912	\$ 16,617	\$ 500	\$ 4,343
Investments	177,553	0	97,217	845,171
Receivables:				
Taxes	0	0	0	0
Intergovernmental	313,949	25,455	16,102	0
Special Assessments	0	0	0	9,919
Inventory of Supplies, at Cost	140,700	0	0	0
Prepaid Items	1,224	26	59	0
Total Assets	\$ 634,338	\$ 42,098	\$ 113,878	\$ 859,433
Liabilities:				
Accounts Payable	\$ 8,278	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	9,574	993	3,271	0
Benefits Payable	10,628	0	0	0
Total Liabilities	28,480	993	3,271	0
Deferred Inflows of Resources:				
Unavailable Amounts	204,678	16,596	0	9,919
Property Tax for Next Fiscal Year	0	0	0	0
Total Deferred Inflows of Resources	204,678	16,596	0	9,919
Fund Balances:				
Nonspendable	141,924	26	59	0
Restricted	259,256	24,483	110,548	849,514
Committed	0	0	0	0
Unassigned (Deficit)	0	0	0	0
Total Fund Balances	401,180	24,509	110,607	849,514
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 634,338	\$ 42,098	\$ 113,878	\$ 859,433

CITY OF MAUMEE, OHIO

Law Enforcement Trust	Mandatory Drug Law	Enforcement and Education	Indigent Driver Alcohol Treatment	Municipal Court Capital Improvement	Community Housing Improvement Program
\$ 1,816	\$ 3,000	\$ 4,804	\$ 13,377	\$ 1,107	\$ 6,116
0	0	0	0	215,400	0
0	0	0	0	0	0
0	742	79	7,500	8,671	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 1,816</u>	<u>\$ 3,742</u>	<u>\$ 4,883</u>	<u>\$ 20,877</u>	<u>\$ 225,178</u>	<u>\$ 6,116</u>
\$ 0	\$ 0	\$ 246	\$ 0	\$ 3,519	\$ 0
0	0	0	0	175	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>246</u>	<u>0</u>	<u>3,694</u>	<u>0</u>
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
1,816	3,742	4,637	20,877	221,484	6,116
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,816</u>	<u>3,742</u>	<u>4,637</u>	<u>20,877</u>	<u>221,484</u>	<u>6,116</u>
<u>\$ 1,816</u>	<u>\$ 3,742</u>	<u>\$ 4,883</u>	<u>\$ 20,877</u>	<u>\$ 225,178</u>	<u>\$ 6,116</u>

(Continued)

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016**

	Maumee Revolving Loan	Police Pension	Street Opening	Probation Services
Assets:				
Cash and Cash Equivalents	\$ 322,921	\$ 118	\$ 84,503	\$ 21,665
Investments	0	0	0	0
Receivables:				
Taxes	0	119,016	0	0
Intergovernmental	0	5,351	0	1,578
Special Assessments	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	3,754
Total Assets	\$ 322,921	\$ 124,485	\$ 84,503	\$ 26,997
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 17
Accrued Wages and Benefits Payable	0	46,212	0	0
Benefits Payable	0	0	0	0
Total Liabilities	0	46,212	0	17
Deferred Inflows of Resources:				
Unavailable Amounts	0	9,718	0	0
Property Tax for Next Fiscal Year	0	114,649	0	0
Total Deferred Inflows of Resources	0	124,367	0	0
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	322,921	0	0	26,980
Committed	0	0	84,503	0
Unassigned (Deficit)	0	(46,094)	0	0
Total Fund Balances	322,921	(46,094)	84,503	26,980
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 322,921	\$ 124,485	\$ 84,503	\$ 26,997

CITY OF MAUMEE, OHIO

Indigent Driver Interlock Monies	Court Clerk Computer	Indigent Driver Alcohol Treatment Surplus	Total Nonmajor Special Revenue Funds
\$ 6,859	\$ 22,345	\$ 50,721	\$ 561,724
0	0	0	1,335,341
0	0	0	119,016
1,672	1,878	0	382,977
0	0	0	9,919
0	0	0	140,700
0	232	0	5,295
<u>\$ 8,531</u>	<u>\$ 24,455</u>	<u>\$ 50,721</u>	<u>\$ 2,554,972</u>
\$ 0	\$ 0	\$ 5,195	\$ 17,255
0	0	0	60,225
0	0	0	10,628
0	0	5,195	88,108
0	0	0	240,911
0	0	0	114,649
0	0	0	355,560
0	232	0	142,241
8,531	24,223	45,526	1,930,654
0	0	0	84,503
0	0	0	(46,094)
<u>8,531</u>	<u>24,455</u>	<u>45,526</u>	<u>2,111,304</u>
<u>\$ 8,531</u>	<u>\$ 24,455</u>	<u>\$ 50,721</u>	<u>\$ 2,554,972</u>

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	Street Construction, Maintenance and Repair	State Highway Improvement	Permissive Auto License Tax	Street Lighting
Revenues:				
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	696,385	56,463	194,929	0
Investment Earnings	0	0	56	0
Special Assessments	0	0	0	273,988
Fines and Forfeitures	0	0	0	0
All Other Revenue	4,160	12	28	0
Total Revenue	700,545	56,475	195,013	273,988
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	262,949
Transportation	588,814	46,421	185,235	0
General Government	0	0	0	0
Total Expenditures	588,814	46,421	185,235	262,949
Excess (Deficiency) of Revenues Over Expenditures	111,731	10,054	9,778	11,039
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	111,731	10,054	9,778	11,039
Fund Balances (Deficit) at Beginning of Year	428,184	14,455	100,829	838,475
Decrease in Inventory Reserve	(138,735)	0	0	0
Fund Balances (Deficit) End of Year	\$ 401,180	\$ 24,509	\$ 110,607	\$ 849,514

CITY OF MAUMEE, OHIO

Law Enforcement Trust	Mandatory Drug Law	Enforcement and Education	Indigent Driver Alcohol Treatment	Municipal Court Capital Improvement	Community Housing Improvement Program
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
14	0	0	0	0	0
0	0	0	0	0	0
1,500	3,564	2,092	21,166	123,494	0
0	0	0	0	0	0
1,514	3,564	2,092	21,166	123,494	0
2,993	5,668	14,745	958	0	0
0	0	0	0	0	0
0	0	0	0	93,145	0
2,993	5,668	14,745	958	93,145	0
(1,479)	(2,104)	(12,653)	20,208	30,349	0
0	0	0	0	0	0
0	0	0	(25,000)	0	0
0	0	0	(25,000)	0	0
(1,479)	(2,104)	(12,653)	(4,792)	30,349	0
3,295	5,846	17,290	25,669	191,135	6,116
0	0	0	0	0	0
\$ 1,816	\$ 3,742	\$ 4,637	\$ 20,877	\$ 221,484	\$ 6,116

(Continued)

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	Maumee Revolving Loan	Police Pension	Street Opening	Probation Services
Revenues:				
Property Taxes	\$ 0	\$ 113,598	\$ 0	\$ 0
Intergovernmental Revenues	0	13,014	0	0
Investment Earnings	0	0	0	0
Special Assessments	0	0	0	0
Fines and Forfeitures	0	0	0	20,728
All Other Revenue	0	0	0	0
Total Revenue	0	126,612	0	20,728
Expenditures:				
Current:				
Security of Persons and Property	0	607,557	0	20,688
Transportation	0	0	0	0
General Government	0	0	0	0
Total Expenditures	0	607,557	0	20,688
Excess (Deficiency) of Revenues Over Expenditures	0	(480,945)	0	40
Other Financing Sources (Uses):				
Transfers In	0	479,000	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	479,000	0	0
Net Change in Fund Balances	0	(1,945)	0	40
Fund Balances (Deficit) at Beginning of Year	322,921	(44,149)	84,503	26,940
Decrease in Inventory Reserve	0	0	0	0
Fund Balances (Deficit) End of Year	\$ 322,921	\$ (46,094)	\$ 84,503	\$ 26,980

CITY OF MAUMEE, OHIO

Indigent Driver Interlock Monies	Court Clerk Computer	Indigent Driver Alcohol Treatment Surplus	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 113,598
0	0	0	960,791
0	0	0	70
0	0	0	273,988
14,322	26,512	0	213,378
0	0	0	4,200
<u>14,322</u>	<u>26,512</u>	<u>0</u>	<u>1,566,025</u>
9,322	16,432	28,084	969,396
0	0	0	820,470
0	0	0	93,145
<u>9,322</u>	<u>16,432</u>	<u>28,084</u>	<u>1,883,011</u>
5,000	10,080	(28,084)	(316,986)
0	0	25,000	504,000
0	0	0	(25,000)
<u>0</u>	<u>0</u>	<u>25,000</u>	<u>479,000</u>
5,000	10,080	(3,084)	162,014
3,531	14,375	48,610	2,088,025
0	0	0	(138,735)
<u>\$ 8,531</u>	<u>\$ 24,455</u>	<u>\$ 45,526</u>	<u>\$ 2,111,304</u>

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2016**

	General Bond Retirement	Special Assessment Bond Retirement	Total Nonmajor Debt Service Funds
Assets:			
Cash and Cash Equivalents	\$ 54	\$ 776,492	\$ 776,546
Receivables:			
Special Assessments	0	558,158	558,158
Total Assets	<u>\$ 54</u>	<u>\$ 1,334,650</u>	<u>\$ 1,334,704</u>
Liabilities:			
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources:			
Unavailable Amounts	0	558,158	558,158
Total Deferred Inflows of Resources	<u>0</u>	<u>558,158</u>	<u>558,158</u>
Fund Balances:			
Restricted	0	776,492	776,492
Assigned	54	0	54
Total Fund Balances	<u>54</u>	<u>776,492</u>	<u>776,546</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 54</u>	<u>\$ 1,334,650</u>	<u>\$ 1,334,704</u>

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Debt Service Funds
For the Year Ended December 31, 2016***

	General Bond Retirement	Special Assessment Bond Retirement	Total Nonmajor Debt Service Funds
Revenues:			
Special Assessments	\$ 0	\$ 75,174	\$ 75,174
Total Revenue	<u>0</u>	<u>75,174</u>	<u>75,174</u>
Expenditures:			
Debt Service:			
Principal Retirement	1,855,000	0	1,855,000
Interest and Fiscal Charges	622,877	7,070	629,947
Total Expenditures	<u>2,477,877</u>	<u>7,070</u>	<u>2,484,947</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,477,877)	68,104	(2,409,773)
Other Financing Sources (Uses):			
Transfers In	2,477,812	0	2,477,812
Total Other Financing Sources (Uses)	<u>2,477,812</u>	<u>0</u>	<u>2,477,812</u>
Net Change in Fund Balances	(65)	68,104	68,039
Fund Balances at Beginning of Year	<u>119</u>	<u>708,388</u>	<u>708,507</u>
Fund Balances End of Year	<u>\$ 54</u>	<u>\$ 776,492</u>	<u>\$ 776,546</u>

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2016**

	Sewer Construction	Waterline Construction	Street Construction	Sidewalk Construction
Assets:				
Cash and Cash Equivalents	\$ 43,047	\$ 21	\$ 3,416	\$ 93,174
Investments	0	0	664,764	0
Total Assets	\$ 43,047	\$ 21	\$ 668,180	\$ 93,174
Liabilities:				
Accounts Payable	\$ 2,462	\$ 0	\$ 47,171	\$ 0
Interfund Loans Payable	0	0	0	0
Total Liabilities	2,462	0	47,171	0
Fund Balances:				
Committed	40,585	21	621,009	93,174
Unassigned (Deficit)	0	0	0	0
Total Fund Balances	40,585	21	621,009	93,174
Total Liabilities and Fund Balances	\$ 43,047	\$ 21	\$ 668,180	\$ 93,174

CITY OF MAUMEE, OHIO

<u>Permanent Improvement</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ 1,526	\$ 141,184
<u>296,926</u>	<u>961,690</u>
<u>\$ 298,452</u>	<u>\$ 1,102,874</u>
\$ 0	\$ 49,633
<u>454,850</u>	<u>454,850</u>
<u>454,850</u>	<u>504,483</u>
0	754,789
<u>(156,398)</u>	<u>(156,398)</u>
<u>(156,398)</u>	<u>598,391</u>
<u>\$ 298,452</u>	<u>\$ 1,102,874</u>

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2016***

	Sewer Construction	Waterline Construction	Street Construction	Sidewalk Construction
Revenues:				
Special Assessments	\$ 0	\$ 0	\$ 0	\$ 91
Total Revenue	<u>0</u>	<u>0</u>	<u>0</u>	<u>91</u>
Expenditures:				
Capital Outlay	29,918	0	2,240,665	0
Total Expenditures	<u>29,918</u>	<u>0</u>	<u>2,240,665</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(29,918)	0	(2,240,665)	91
Other Financing Sources:				
Transfers In	40,000	0	1,988,973	0
Total Other Financing Sources	<u>40,000</u>	<u>0</u>	<u>1,988,973</u>	<u>0</u>
Net Change in Fund Balances	10,082	0	(251,692)	91
Fund Balances (Deficit) at Beginning of Year	<u>30,503</u>	<u>21</u>	<u>872,701</u>	<u>93,083</u>
Fund Balances (Deficit) End of Year	<u>\$ 40,585</u>	<u>\$ 21</u>	<u>\$ 621,009</u>	<u>\$ 93,174</u>

CITY OF MAUMEE, OHIO

<u>Permanent Improvement</u>	<u>Total Nonmajor Capital Project Funds</u>
\$ 0	\$ 91
<u>0</u>	<u>91</u>
81,037	2,351,620
<u>81,037</u>	<u>2,351,620</u>
(81,037)	(2,351,529)
<u>0</u>	<u>2,028,973</u>
<u>0</u>	<u>2,028,973</u>
(81,037)	(322,556)
<u>(75,361)</u>	<u>920,947</u>
<u>\$ (156,398)</u>	<u>\$ 598,391</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2016**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Taxes	\$ 11,045,000	\$ 11,045,000	\$ 11,504,322	\$ 459,322
Property Taxes	1,288,000	1,288,000	1,292,022	4,022
Intergovernmental Revenues	2,393,437	2,393,437	2,302,244	(91,193)
Charges for Services	1,399,112	1,399,112	1,425,896	26,784
Licenses and Permits	320,600	320,600	394,582	73,982
Investment Earnings	294,000	294,000	321,970	27,970
Special Assessments	12,000	12,000	8,628	(3,372)
Fines and Forfeitures	778,200	778,200	860,388	82,188
All Other Revenues	585,584	585,584	713,541	127,957
Total Revenues	18,115,933	18,115,933	18,823,593	707,660
Expenditures:				
Security of Persons and Property:				
Safety Administration:				
Personal Services	67,410	68,710	68,604	106
Contractual Services	9,960	10,345	7,548	2,797
Materials and Supplies	650	850	829	21
Total Safety Administration	78,020	79,905	76,981	2,924
Fire:				
Personal Services	540,420	540,420	540,402	18
Contractual Services	207,550	203,372	189,366	14,006
Materials and Supplies	37,200	42,320	32,118	10,202
Total Fire	785,170	786,112	761,886	24,226
Fire Prevention:				
Personal Services	313,855	313,855	308,269	5,586
Contractual Services	11,800	11,907	7,956	3,951
Materials and Supplies	7,000	7,105	6,360	745
Total Fire Prevention	332,655	332,867	322,585	10,282
Ambulance:				
Personal Services	684,945	684,945	677,676	7,269
Contractual Services	71,270	75,652	66,754	8,898
Materials and Supplies	28,200	33,011	25,694	7,317
Total Ambulance	784,415	793,608	770,124	23,484

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2016***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Lucas County EMS:				
Personal Services	1,082,175	1,096,575	1,096,568	7
Contractual Services	7,400	9,678	8,641	1,037
Materials and Supplies	11,200	12,100	10,593	1,507
Total Lucas County EMS	1,100,775	1,118,353	1,115,802	2,551
Police:				
Personal Services	3,698,369	3,675,369	3,674,982	387
Contractual Services	553,550	574,099	559,918	14,181
Materials and Supplies	158,800	166,013	157,418	8,595
Total Police	4,410,719	4,415,481	4,392,318	23,163
Police Detective:				
Personal Services	511,931	491,931	485,337	6,594
Crime Prevention:				
Personal Services	197,456	219,256	219,053	203
Animal Control:				
Personal Services	70,515	70,515	69,377	1,138
Contractual Services	1,000	1,220	1,080	140
Materials and Supplies	200	236	191	45
Total Animal Control	71,715	71,971	70,648	1,323
Dispatcher:				
Personal Services	975,055	915,055	909,443	5,612
Prosecutor:				
Personal Services	237,360	237,360	230,882	6,478
Contractual Services	24,715	27,603	27,134	469
Materials and Supplies	1,250	1,250	1,058	192
Total Prosecutor	263,325	266,213	259,074	7,139
Total Security of Persons and Property	9,511,236	9,490,752	9,383,251	107,501
Public Health and Welfare:				
Cemetery:				
Personal Services	49,835	49,835	47,669	2,166
Contractual Services	2,650	3,900	2,534	1,366
Materials and Supplies	3,050	3,050	1,035	2,015
Total Cemetery	55,535	56,785	51,238	5,547

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2016***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:				
Contractual Services	122,716	122,716	122,716	0
Total Public Health and Welfare	178,251	179,501	173,954	5,547
Leisure Time Activities:				
Recreation:				
Personal Services	91,795	99,745	99,741	4
Contractual Services	28,250	31,459	31,426	33
Materials and Supplies	33,150	35,094	34,708	386
Total Recreation	153,195	166,298	165,875	423
Theater:				
Contractual Services	449,320	425,212	415,668	9,544
Materials and Supplies	64,720	62,720	62,087	633
Total Theater	514,040	487,932	477,755	10,177
Natural Resources:				
Personal Services	785,595	785,595	771,642	13,953
Contractual Services	232,350	208,564	207,055	1,509
Materials and Supplies	83,150	76,039	73,536	2,503
Total Natural Resources	1,101,095	1,070,198	1,052,233	17,965
Pool:				
Personal Services	121,060	136,060	135,983	77
Contractual Services	35,700	41,724	41,715	9
Materials and Supplies	44,950	61,200	61,197	3
Total Pool	201,710	238,984	238,895	89
Total Leisure Time Activities	1,970,040	1,963,412	1,934,758	28,654
Community Environment:				
Inspection:				
Personal Services	516,390	516,390	509,772	6,618
Contractual Services	107,325	184,332	183,473	859
Materials and Supplies	6,300	8,875	4,866	4,009
Total Community Environment	630,015	709,597	698,111	11,486

(Continued)

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2016**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Basic Utility Services:				
Storm Sewer:				
Personal Services	202,565	209,765	209,749	16
Contractual Services	12,400	57,578	57,533	45
Materials and Supplies	26,000	30,202	25,570	4,632
Other Expenditures	20,000	3,000	3,000	0
Total Storm Sewer	260,965	300,545	295,852	4,693
Refuse:				
Contractual Services	697,000	757,700	757,615	85
Total Basic Utility Services	957,965	1,058,245	1,053,467	4,778
Transportation:				
Service:				
Personal Services	104,926	112,376	112,332	44
Contractual Services	81,100	72,396	71,793	603
Materials and Supplies	16,110	166,803	163,439	3,364
Total Service	202,136	351,575	347,564	4,011
Service - Construction:				
Personal Services	501,645	501,645	493,621	8,024
Contractual Services	37,600	41,177	27,557	13,620
Materials and Supplies	33,550	35,826	25,489	10,337
Total Service - Construction	572,795	578,648	546,667	31,981
Service - Operations:				
Personal Services	663,850	627,850	627,382	468
Contractual Services	51,200	55,152	39,923	15,229
Materials and Supplies	62,200	62,191	51,528	10,663
Total Service - Operations	777,250	745,193	718,833	26,360
Total Transportation	1,552,181	1,675,416	1,613,064	62,352
General Government:				
City Council:				
Personal Services	62,070	62,070	61,555	515
Contractual Services	127,030	140,240	139,392	848
Materials and Supplies	100	630	626	4
Total City Council	189,200	202,940	201,573	1,367

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2016***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Municipal Clerk:				
Personal Services	597,220	590,120	589,620	500
Contractual Services	159,825	181,610	171,741	9,869
Materials and Supplies	3,500	3,599	2,385	1,214
Total Municipal Clerk	<u>760,545</u>	<u>775,329</u>	<u>763,746</u>	<u>11,583</u>
Mayor:				
Personal Services	120,030	122,105	122,099	6
Contractual Services	2,930	4,033	3,874	159
Materials and Supplies	400	2,115	2,114	1
Total Mayor	<u>123,360</u>	<u>128,253</u>	<u>128,087</u>	<u>166</u>
Law Department:				
Personal Services	126,430	126,430	125,104	1,326
Contractual Services	40,780	48,245	47,683	562
Materials and Supplies	50	95	52	43
Total Law Department	<u>167,260</u>	<u>174,770</u>	<u>172,839</u>	<u>1,931</u>
Civil Service:				
Contractual Services	2,550	3,790	3,514	276
Municipal Court:				
Personal Services	1,549,217	1,524,217	1,524,044	173
Contractual Services	209,975	235,210	227,771	7,439
Materials and Supplies	8,000	8,783	7,017	1,766
Total Municipal Court	<u>1,767,192</u>	<u>1,768,210</u>	<u>1,758,832</u>	<u>9,378</u>
Administration:				
Contractual Services	122,580	146,674	142,589	4,085
Materials and Supplies	6,000	9,772	9,235	537
Total Administration	<u>128,580</u>	<u>156,446</u>	<u>151,824</u>	<u>4,622</u>

(Continued)

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2016**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Income Tax:				
Personal Services	458,556	458,556	450,186	8,370
Contractual Services	71,095	77,082	75,255	1,827
Materials and Supplies	1,910	1,910	1,539	371
Other Expenditures	325,000	372,500	372,232	268
Total Income Tax	856,561	910,048	899,212	10,836
Total General Government	3,995,248	4,119,786	4,079,627	40,159
Total Expenditures	18,794,936	19,196,709	18,936,232	260,477
Deficiency of Revenues				
Under Expenditures	(679,003)	(1,080,776)	(112,639)	968,137
Other Financing Sources (Uses):				
Sale of Capital Assets	40,000	40,000	166,785	126,785
Transfers Out	(808,920)	(664,420)	(663,400)	1,020
Total Other Financing Sources (Uses)	(768,920)	(624,420)	(496,615)	127,805
Net Change in Fund Balance	(1,447,923)	(1,705,196)	(609,254)	1,095,942
Fund Balance at Beginning of Year	8,953,042	8,953,042	8,953,042	0
Prior Year Encumbrances	349,927	349,927	349,927	0
Fund Balance at End of Year	\$ 7,855,046	\$ 7,597,773	\$ 8,693,715	\$ 1,095,942

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Funds
For the Year Ended December 31, 2016***

FALLEN TIMBERS TIF FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Payments in Lieu of Taxes	\$ 2,200,000	\$ 2,200,000	\$ 2,252,913	\$ 52,913
Investment Earnings	0	0	3,053	3,053
Total Revenues	<u>2,200,000</u>	<u>2,200,000</u>	<u>2,255,966</u>	<u>55,966</u>
Expenditures:				
Community Environment:				
Contractual Services	25,000	25,000	23,451	1,549
Other Expenditures	975,000	975,000	961,687	13,313
Total Community Environment	<u>1,000,000</u>	<u>1,000,000</u>	<u>985,138</u>	<u>14,862</u>
Debt Service:				
Principal Retirement	370,000	370,000	370,000	0
Interest and Fiscal Charges	251,000	251,000	250,298	702
Total Expenditures	<u>1,621,000</u>	<u>1,621,000</u>	<u>1,605,436</u>	<u>15,564</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	579,000	579,000	650,530	71,530
Fund Balance at Beginning of Year	<u>3,273,824</u>	<u>3,273,824</u>	<u>3,273,824</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,852,824</u>	<u>\$ 3,852,824</u>	<u>\$ 3,924,354</u>	<u>\$ 71,530</u>

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Capital Projects Fund
For the Year Ended December 31, 2016***

INCOME TAX "B" (0.5%) FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Municipal Income Taxes	\$ 5,557,416	\$ 5,557,416	\$ 5,751,336	\$ 193,920
Intergovernmental Revenues	0	0	5,500	5,500
All Other Revenues	0	0	8,359	8,359
Total Revenues	<u>5,557,416</u>	<u>5,557,416</u>	<u>5,765,195</u>	<u>207,779</u>
Expenditures:				
General Government:				
Other Expenditures	0	186,116	186,116	0
Capital Outlay	350,800	3,955,959	3,754,165	201,794
Total Expenditures	<u>350,800</u>	<u>4,142,075</u>	<u>3,940,281</u>	<u>201,794</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,206,616	1,415,341	1,824,914	409,573
Other Financing Sources (Uses):				
Transfers Out	0	(4,072,973)	(3,886,487)	186,486
Total Other Financing Sources (Uses)	<u>0</u>	<u>(4,072,973)</u>	<u>(3,886,487)</u>	<u>186,486</u>
Net Change in Fund Balance	5,206,616	(2,657,632)	(2,061,573)	596,059
Fund Balance at Beginning of Year	11,322,852	11,322,852	11,322,852	0
Prior Year Encumbrances	530,758	530,758	530,758	0
Fund Balance at End of Year	<u>\$ 17,060,226</u>	<u>\$ 9,195,978</u>	<u>\$ 9,792,037</u>	<u>\$ 596,059</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 680,000	\$ 680,000	\$ 681,001	\$ 1,001
All Other Revenues	0	0	4,160	4,160
Total Revenues	<u>680,000</u>	<u>680,000</u>	<u>685,161</u>	<u>5,161</u>
Expenditures:				
Transportation:				
Personal Services	485,613	485,613	453,018	32,595
Contractual Services	64,000	66,850	55,590	11,260
Materials and Supplies	171,500	221,205	160,602	60,603
Total Expenditures	<u>721,113</u>	<u>773,668</u>	<u>669,210</u>	<u>104,458</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,113)	(93,668)	15,951	109,619
Fund Balance at Beginning of Year	79,799	79,799	79,799	0
Prior Year Encumbrances	52,505	52,505	52,505	0
Fund Balance at End of Year	<u>\$ 91,191</u>	<u>\$ 38,636</u>	<u>\$ 148,255</u>	<u>\$ 109,619</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

STATE HIGHWAY IMPROVEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 54,000	\$ 54,000	\$ 55,217	\$ 1,217
All Other Revenues	0	0	12	12
Total Revenues	<u>54,000</u>	<u>54,000</u>	<u>55,229</u>	<u>1,229</u>
Expenditures:				
Transportation:				
Personal Services	39,220	39,220	38,725	495
Contractual Services	9,600	9,600	9,600	0
Materials and Supplies	7,500	12,500	5,000	7,500
Total Expenditures	<u>56,320</u>	<u>61,320</u>	<u>53,325</u>	<u>7,995</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,320)	(7,320)	1,904	9,224
Fund Balance at Beginning of Year	9,713	9,713	9,713	0
Prior Year Encumbrances	5,000	5,000	5,000	0
Fund Balance at End of Year	<u>\$ 12,393</u>	<u>\$ 7,393</u>	<u>\$ 16,617</u>	<u>\$ 9,224</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

PERMISSIVE AUTO LICENSE TAX FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 200,000	\$ 200,000	\$ 195,320	\$ (4,680)
Investment Earnings	0	0	56	56
All Other Revenues	0	0	28	28
Total Revenues	<u>200,000</u>	<u>200,000</u>	<u>195,404</u>	<u>(4,596)</u>
Expenditures:				
Transportation:				
Personal Services	194,040	194,040	186,649	7,391
Contractual Services	0	334	334	0
Materials and Supplies	0	40,000	40,000	0
Total Expenditures	<u>194,040</u>	<u>234,374</u>	<u>226,983</u>	<u>7,391</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,960	(34,374)	(31,579)	2,795
Fund Balance at Beginning of Year	89,296	89,296	89,296	0
Prior Year Encumbrances	40,000	40,000	40,000	0
Fund Balance at End of Year	<u>\$ 135,256</u>	<u>\$ 94,922</u>	<u>\$ 97,717</u>	<u>\$ 2,795</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Special Assessments	\$ 278,000	\$ 278,000	\$ 273,988	\$ (4,012)
Total Revenues	<u>278,000</u>	<u>278,000</u>	<u>273,988</u>	<u>(4,012)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	275,000	275,000	264,646	10,354
Capital Outlay	<u>0</u>	<u>19,999</u>	<u>19,999</u>	<u>0</u>
Total Expenditures	<u>275,000</u>	<u>294,999</u>	<u>284,645</u>	<u>10,354</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,000	(16,999)	(10,657)	6,342
Fund Balance at Beginning of Year	840,172	840,172	840,172	0
Prior Year Encumbrances	<u>19,999</u>	<u>19,999</u>	<u>19,999</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 863,171</u>	<u>\$ 843,172</u>	<u>\$ 849,514</u>	<u>\$ 6,342</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

LAW ENFORCEMENT TRUST FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Investment Earnings	\$ 0	\$ 0	\$ 14	\$ 14
Fines and Forfeitures	0	0	1,500	1,500
Total Revenues	<u>0</u>	<u>0</u>	<u>1,514</u>	<u>1,514</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	3,189	3,189	2,900	289
Materials and Supplies	93	93	93	0
Total Expenditures	<u>3,282</u>	<u>3,282</u>	<u>2,993</u>	<u>289</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,282)	(3,282)	(1,479)	1,803
Fund Balance at Beginning of Year	3,295	3,295	3,295	0
Fund Balance at End of Year	<u>\$ 13</u>	<u>\$ 13</u>	<u>\$ 1,816</u>	<u>\$ 1,803</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

MANDATORY DRUG LAW FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Fines and Forfeitures	\$ 2,000	\$ 2,000	\$ 3,182	\$ 1,182
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>3,182</u>	<u>1,182</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	<u>5,484</u>	<u>5,674</u>	<u>5,668</u>	<u>6</u>
Total Expenditures	<u>5,484</u>	<u>5,674</u>	<u>5,668</u>	<u>6</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,484)	(3,674)	(2,486)	1,188
Fund Balance at Beginning of Year	<u>5,486</u>	<u>5,486</u>	<u>5,486</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,002</u>	<u>\$ 1,812</u>	<u>\$ 3,000</u>	<u>\$ 1,188</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

ENFORCEMENT AND EDUCATION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Fines and Forfeitures	\$ 1,200	\$ 1,200	\$ 2,013	\$ 813
Total Revenues	<u>1,200</u>	<u>1,200</u>	<u>2,013</u>	<u>813</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	12,000	12,241	9,242	2,999
Materials and Supplies	5,000	5,000	6,069	(1,069)
Total Expenditures	<u>17,000</u>	<u>17,241</u>	<u>15,311</u>	<u>1,930</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,800)	(16,041)	(13,298)	2,743
Fund Balance at Beginning of Year	17,049	17,049	17,049	0
Prior Year Encumbrances	241	241	241	0
Fund Balance at End of Year	<u>\$ 1,490</u>	<u>\$ 1,249</u>	<u>\$ 3,992</u>	<u>\$ 2,743</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
INDIGENT DRIVER ALCOHOL TREATMENT FUND				
Revenues:				
Fines and Forfeitures	\$ 12,000	\$ 26,000	\$ 14,841	\$ (11,159)
Total Revenues	<u>12,000</u>	<u>26,000</u>	<u>14,841</u>	<u>(11,159)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	0	1,000	958	42
Total Expenditures	<u>0</u>	<u>1,000</u>	<u>958</u>	<u>42</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	12,000	25,000	13,883	(11,117)
Other Financing Sources (Uses):				
Transfers Out	(24,000)	(37,000)	(25,000)	12,000
Total Other Financing Sources (Uses)	<u>(24,000)</u>	<u>(37,000)</u>	<u>(25,000)</u>	<u>12,000</u>
Net Change in Fund Balance	(12,000)	(12,000)	(11,117)	883
Fund Balance at Beginning of Year	24,494	24,494	24,494	0
Fund Balance at End of Year	<u>\$ 12,494</u>	<u>\$ 12,494</u>	<u>\$ 13,377</u>	<u>\$ 883</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016**

MUNICIPAL COURT CAPITAL IMPROVEMENT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fines and Forfeitures	\$ 115,000	\$ 115,000	\$ 125,537	\$ 10,537
Total Revenues	<u>115,000</u>	<u>115,000</u>	<u>125,537</u>	<u>10,537</u>
Expenditures:				
General Government:				
Personal Services	0	11,375	11,371	4
Contractual Services	104,603	114,576	90,059	24,517
Total Expenditures	<u>104,603</u>	<u>125,951</u>	<u>101,430</u>	<u>24,521</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,397	(10,951)	24,107	35,058
Fund Balance at Beginning of Year	171,970	171,970	171,970	0
Prior Year Encumbrances	9,973	9,973	9,973	0
Fund Balance at End of Year	<u>\$ 192,340</u>	<u>\$ 170,992</u>	<u>\$ 206,050</u>	<u>\$ 35,058</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u> 0</u>	<u> 0</u>	<u> 0</u>	<u> 0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u> 6,116</u>	<u> 6,116</u>	<u> 6,116</u>	<u> 0</u>
Fund Balance at End of Year	<u>\$ 6,116</u>	<u>\$ 6,116</u>	<u>\$ 6,116</u>	<u>\$ 0</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

JOB CREATION AND RETENTION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Community Environment:				
Other Expenditures	268,420	179,420	179,420	0
Total Expenditures	<u>268,420</u>	<u>179,420</u>	<u>179,420</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(268,420)	(179,420)	(179,420)	0
Other Financing Sources (Uses):				
Transfers In	273,500	273,500	179,400	(94,100)
Total Other Financing Sources (Uses)	<u>273,500</u>	<u>273,500</u>	<u>179,400</u>	<u>(94,100)</u>
Net Change in Fund Balance	5,080	94,080	(20)	(94,100)
Fund Balance at Beginning of Year	<u>100</u>	<u>100</u>	<u>100</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,180</u>	<u>\$ 94,180</u>	<u>\$ 80</u>	<u>\$ (94,100)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>322,921</u>	<u>322,921</u>	<u>322,921</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 322,921</u>	<u>\$ 322,921</u>	<u>\$ 322,921</u>	<u>\$ 0</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

POLICE PENSION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Property Taxes	\$ 111,000	\$ 111,000	\$ 114,334	\$ 3,334
Intergovernmental Revenues	18,000	18,000	13,014	(4,986)
Total Revenues	<u>129,000</u>	<u>129,000</u>	<u>127,348</u>	<u>(1,652)</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	646,230	607,030	606,940	90
Total Expenditures	<u>646,230</u>	<u>607,030</u>	<u>606,940</u>	<u>90</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(517,230)	(478,030)	(479,592)	(1,562)
Other Financing Sources (Uses):				
Transfers In	486,000	518,000	479,000	(39,000)
Total Other Financing Sources (Uses)	<u>486,000</u>	<u>518,000</u>	<u>479,000</u>	<u>(39,000)</u>
Net Change in Fund Balance	(31,230)	39,970	(592)	(40,562)
Fund Balance at Beginning of Year	710	710	710	0
Fund Balance at End of Year	<u>\$ (30,520)</u>	<u>\$ 40,680</u>	<u>\$ 118</u>	<u>\$ (40,562)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	STREET OPENING FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>84,503</u>	<u>84,503</u>	<u>84,503</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 84,503</u>	<u>\$ 84,503</u>	<u>\$ 84,503</u>	<u>\$ 0</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

PROBATION SERVICES FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Fines and Forfeitures	\$ 16,000	\$ 16,000	\$ 20,275	\$ 4,275
Total Revenues	<u>16,000</u>	<u>16,000</u>	<u>20,275</u>	<u>4,275</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	21,900	31,028	20,027	11,001
Materials and Supplies	1,200	2,079	1,252	827
Capital Outlay	4,700	8,300	7,760	540
Total Expenditures	<u>27,800</u>	<u>41,407</u>	<u>29,039</u>	<u>12,368</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,800)	(25,407)	(8,764)	16,643
Fund Balance at Beginning of Year	22,372	22,372	22,372	0
Prior Year Encumbrances	5,607	5,607	5,607	0
Fund Balance at End of Year	<u>\$ 16,179</u>	<u>\$ 2,572</u>	<u>\$ 19,215</u>	<u>\$ 16,643</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016**

INDIGENT DRIVER INTERLOCK MONIES FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Fines and Forfeitures	\$ 11,500	\$ 11,500	\$ 13,172	\$ 1,672
Total Revenues	<u>11,500</u>	<u>11,500</u>	<u>13,172</u>	<u>1,672</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	<u>10,000</u>	<u>10,366</u>	<u>10,361</u>	<u>5</u>
Total Expenditures	<u>10,000</u>	<u>10,366</u>	<u>10,361</u>	<u>5</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,500	1,134	2,811	1,677
Fund Balance at Beginning of Year	3,673	3,673	3,673	0
Prior Year Encumbrances	<u>366</u>	<u>366</u>	<u>366</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,539</u>	<u>\$ 5,173</u>	<u>\$ 6,850</u>	<u>\$ 1,677</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fines and Forfeitures	\$ 24,000	\$ 29,000	\$ 26,968	\$ (2,032)
Total Revenues	<u>24,000</u>	<u>29,000</u>	<u>26,968</u>	<u>(2,032)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	30,000	36,292	16,690	19,602
Materials and Supplies	0	131	0	131
Capital Outlay	<u>5,000</u>	<u>5,175</u>	<u>2,715</u>	<u>2,460</u>
Total Expenditures	<u>35,000</u>	<u>41,598</u>	<u>19,405</u>	<u>22,193</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,000)	(12,598)	7,563	20,161
Fund Balance at Beginning of Year	8,502	8,502	8,502	0
Prior Year Encumbrances	<u>6,198</u>	<u>6,198</u>	<u>6,198</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,700</u>	<u>\$ 2,102</u>	<u>\$ 22,263</u>	<u>\$ 20,161</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016***

INDIGENT DRIVER ALCOHOL TREATMENT SURPLUS FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Security of Persons and Property:				
Contractual Services	16,000	42,430	32,109	10,321
Total Expenditures	16,000	42,430	32,109	10,321
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,000)	(42,430)	(32,109)	10,321
Other Financing Sources (Uses):				
Transfers In	10,000	10,000	25,000	15,000
Total Other Financing Sources (Uses)	10,000	10,000	25,000	15,000
Net Change in Fund Balance	(6,000)	(32,430)	(7,109)	25,321
Fund Balance at Beginning of Year	45,180	45,180	45,180	0
Prior Year Encumbrances	3,430	3,430	3,430	0
Fund Balance at End of Year	<u>\$ 42,610</u>	<u>\$ 16,180</u>	<u>\$ 41,501</u>	<u>\$ 25,321</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Fund
For the Year Ended December 31, 2016***

GENERAL BOND RETIREMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Debt Service:				
Principal Retirement	1,216,289	1,600,000	1,600,000	0
Interest and Fiscal Charges	641,261	390,980	390,979	1
Total Expenditures	<u>1,857,550</u>	<u>1,990,980</u>	<u>1,990,979</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,857,550)	(1,990,980)	(1,990,979)	1
Other Financing Sources (Uses):				
Transfers In	<u>1,991,000</u>	<u>1,991,000</u>	<u>1,990,914</u>	<u>(86)</u>
Total Other Financing Sources (Uses)	<u>1,991,000</u>	<u>1,991,000</u>	<u>1,990,914</u>	<u>(86)</u>
Net Change in Fund Balance	133,450	20	(65)	(85)
Fund Balance at Beginning of Year	<u>119</u>	<u>119</u>	<u>119</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 133,569</u>	<u>\$ 139</u>	<u>\$ 54</u>	<u>\$ (85)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Fund
For the Year Ended December 31, 2016***

SPECIAL ASSESSMENT BOND RETIREMENT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Special Assessments	\$ 71,500	\$ 71,500	\$ 75,174	\$ 3,674
All Other Revenues	0	0	51,180	51,180
Total Revenues	<u>71,500</u>	<u>71,500</u>	<u>126,354</u>	<u>54,854</u>
Expenditures:				
Debt Service:				
Principal Retirement	51,200	51,200	51,180	20
Interest and Fiscal Charges	<u>7,100</u>	<u>7,100</u>	<u>7,070</u>	<u>30</u>
Total Expenditures	<u>58,300</u>	<u>58,300</u>	<u>58,250</u>	<u>50</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,200	13,200	68,104	54,904
Fund Balance at Beginning of Year	<u>708,388</u>	<u>708,388</u>	<u>708,388</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 721,588</u>	<u>\$ 721,588</u>	<u>\$ 776,492</u>	<u>\$ 54,904</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2016**

SEWER CONSTRUCTION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay	0	40,000	40,000	0
Total Expenditures	0	40,000	40,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(40,000)	(40,000)	0
Other Financing Sources (Uses):				
Transfers In	0	10,000	40,000	30,000
Total Other Financing Sources (Uses)	0	10,000	40,000	30,000
Net Change in Fund Balance	0	(30,000)	0	30,000
Fund Balance at Beginning of Year	30,503	30,503	30,503	0
Fund Balance at End of Year	<u>\$ 30,503</u>	<u>\$ 503</u>	<u>\$ 30,503</u>	<u>\$ 30,000</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2016***

WATERLINE CONSTRUCTION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Other Financing Sources (Uses):				
Transfers In	400,000	400,000	0	(400,000)
Total Other Financing Sources (Uses)	400,000	400,000	0	(400,000)
Net Change in Fund Balance	400,000	400,000	0	(400,000)
Fund Balance at Beginning of Year	21	21	21	0
Fund Balance at End of Year	<u>\$ 400,021</u>	<u>\$ 400,021</u>	<u>\$ 21</u>	<u>\$ (400,000)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2016***

STREET CONSTRUCTION FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay	0	2,424,235	2,372,756	51,479
Total Expenditures	0	2,424,235	2,372,756	51,479
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(2,424,235)	(2,372,756)	51,479
Other Financing Sources (Uses):				
Transfers In	0	1,550,000	1,988,973	438,973
Total Other Financing Sources (Uses)	0	1,550,000	1,988,973	438,973
Net Change in Fund Balance	0	(874,235)	(383,783)	490,452
Fund Balance at Beginning of Year	443,788	443,788	443,788	0
Prior Year Encumbrances	435,262	435,262	435,262	0
Fund Balance at End of Year	<u>\$ 879,050</u>	<u>\$ 4,815</u>	<u>\$ 495,267</u>	<u>\$ 490,452</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2016***

SIDEWALK CONSTRUCTION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Special Assessments	\$ 0	\$ 0	\$ 91	\$ 91
Total Revenues	<u>0</u>	<u>0</u>	<u>91</u>	<u>91</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	91	91
Fund Balance at Beginning of Year	93,083	93,083	93,083	0
Fund Balance at End of Year	<u>\$ 93,083</u>	<u>\$ 93,083</u>	<u>\$ 93,174</u>	<u>\$ 91</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2016***

	PERMANENT IMPROVEMENT FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Capital Outlay	<u>0</u>	<u>180,132</u>	<u>145,908</u>	<u>34,224</u>
Total Expenditures	<u>0</u>	<u>180,132</u>	<u>145,908</u>	<u>34,224</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(180,132)	(145,908)	34,224
Fund Balance at Beginning of Year	235,113	235,113	235,113	0
Prior Year Encumbrances	<u>180,132</u>	<u>180,132</u>	<u>180,132</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 415,245</u>	<u>\$ 235,113</u>	<u>\$ 269,337</u>	<u>\$ 34,224</u>

Fiduciary Funds

Fiduciary fund types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Agency Funds

Municipal Court Fund

To account for funds that flow through the municipal court office.

Ohio Board of Building Standards Assessment Fund

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

Ohio Board of Building Standards Residential Fund

To account for funds from the one percent (1%) fees as required by Ohio Revised Code.

Monclova-Maumee-Toledo Joint Economic Development Zone (MMT JEDZ)

Collections Fund

To account for collections and disbursements of the MMT JEDZ income tax.

Maumee-Toledo Joint Economic Development Zone (MT JEDZ) Collections Fund

To account for collections and disbursements of the MT JEDZ income tax.

Cooperative Economic Development Agreement (CEDA) Fund

To account for collections and disbursements from the Monclova/Maumee/Toledo Cooperative Economic Development Agreement.

CITY OF MAUMEE, OHIO

**Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2016**

	Balance December 31, 2015	Additions	Deductions	Balance December 31, 2016
<u>Municipal Court</u>				
Assets:				
Cash and Cash Equivalents	\$37,781	\$2,076,627	(\$2,094,946)	\$19,462
Total Assets	<u>\$37,781</u>	<u>\$2,076,627</u>	<u>(\$2,094,946)</u>	<u>\$19,462</u>
Liabilities:				
Due to Others	\$37,781	\$2,076,627	(\$2,094,946)	\$19,462
Total Liabilities	<u>\$37,781</u>	<u>\$2,076,627</u>	<u>(\$2,094,946)</u>	<u>\$19,462</u>
<u>Ohio Board of Building Standards Assessments</u>				
Assets:				
Cash and Cash Equivalents	\$132	\$5,464	(\$5,348)	\$248
Total Assets	<u>\$132</u>	<u>\$5,464</u>	<u>(\$5,348)</u>	<u>\$248</u>
Liabilities:				
Intergovernmental Payables	\$132	\$5,464	(\$5,348)	\$248
Total Liabilities	<u>\$132</u>	<u>\$5,464</u>	<u>(\$5,348)</u>	<u>\$248</u>
<u>Ohio Board of Building Standards Residential</u>				
Assets:				
Cash and Cash Equivalents	\$66	\$1,037	(\$1,083)	\$20
Total Assets	<u>\$66</u>	<u>\$1,037</u>	<u>(\$1,083)</u>	<u>\$20</u>
Liabilities:				
Intergovernmental Payables	\$66	\$1,037	(\$1,083)	\$20
Total Liabilities	<u>\$66</u>	<u>\$1,037</u>	<u>(\$1,083)</u>	<u>\$20</u>
<u>MMT JEDZ Collections</u>				
Assets:				
Cash and Cash Equivalents	\$319,984	\$1,449,654	(\$1,406,881)	\$362,757
Total Assets	<u>\$319,984</u>	<u>\$1,449,654</u>	<u>(\$1,406,881)</u>	<u>\$362,757</u>
Liabilities:				
Intergovernmental Payables	\$319,984	\$1,449,654	(\$1,406,881)	\$362,757
Total Liabilities	<u>\$319,984</u>	<u>\$1,449,654</u>	<u>(\$1,406,881)</u>	<u>\$362,757</u>

(Continued)

CITY OF MAUMEE, OHIO

**Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2016**

	Balance December 31, 2015	Additions	Deductions	Balance December 31, 2016
<u>MT JEDZ Collections</u>				
Assets:				
Cash and Cash Equivalents	\$524,232	\$2,261,337	(\$2,174,763)	\$610,806
Total Assets	<u>\$524,232</u>	<u>\$2,261,337</u>	<u>(\$2,174,763)</u>	<u>\$610,806</u>
Liabilities:				
Intergovernmental Payables	\$524,232	\$2,261,337	(\$2,174,763)	\$610,806
Total Liabilities	<u>\$524,232</u>	<u>\$2,261,337</u>	<u>(\$2,174,763)</u>	<u>\$610,806</u>
<u>CEDA</u>				
Assets:				
Cash and Cash Equivalents	\$268,735	\$1,486,289	(\$1,446,611)	\$308,413
Total Assets	<u>\$268,735</u>	<u>\$1,486,289</u>	<u>(\$1,446,611)</u>	<u>\$308,413</u>
Liabilities:				
Intergovernmental Payables	\$268,735	\$1,486,289	(\$1,446,611)	\$308,413
Total Liabilities	<u>\$268,735</u>	<u>\$1,486,289</u>	<u>(\$1,446,611)</u>	<u>\$308,413</u>
<u>Totals - All Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$1,150,930	\$7,280,408	(\$7,129,632)	\$1,301,706
Total Assets	<u>\$1,150,930</u>	<u>\$7,280,408</u>	<u>(\$7,129,632)</u>	<u>\$1,301,706</u>
Liabilities:				
Intergovernmental Payables	\$1,113,149	\$5,203,781	(\$5,034,686)	\$1,282,244
Due to Others	37,781	2,076,627	(2,094,946)	19,462
Total Liabilities	<u>\$1,150,930</u>	<u>\$7,280,408</u>	<u>(\$7,129,632)</u>	<u>\$1,301,706</u>



STATISTICAL SECTION



STATISTICAL TABLES

This part of the City’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

Contents

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
Revenue Capacity	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue sources, the income tax.	
Debt Capacity	S 18 – S 25
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Economic and Demographic Information	S 26 – S 29
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 30 – S 37
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.	

City of Maumee

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	2007	2008	2009	2010
Governmental Activities:				
Net Investment in Capital Assets	\$46,587,645	\$54,670,702	\$54,404,196	\$54,234,061
Restricted	4,238,884	4,526,878	5,638,619	5,882,464
Unrestricted (Deficit)	31,907,660	23,566,602	21,429,330	22,344,620
Total Governmental Activities Net Position	<u>\$82,734,189</u>	<u>\$82,764,182</u>	<u>\$81,472,145</u>	<u>\$82,461,145</u>
Business-type Activities:				
Net Investment in Capital Assets	\$9,840,673	\$8,147,216	\$7,654,585	\$7,417,689
Unrestricted (Deficit)	(176,740)	535,961	1,523,330	2,280,597
Total Business-type Activities Net Position	<u>\$9,663,933</u>	<u>\$8,683,177</u>	<u>\$9,177,915</u>	<u>\$9,698,286</u>
Primary Government:				
Net Investment in Capital Assets	\$56,428,318	\$62,817,918	\$62,058,781	\$61,651,750
Restricted	4,238,884	4,526,878	5,638,619	5,882,464
Unrestricted (Deficit)	31,730,920	24,102,563	22,952,660	24,625,217
Total Primary Government Net Position	<u>\$92,398,122</u>	<u>\$91,447,359</u>	<u>\$90,650,060</u>	<u>\$92,159,431</u>

Source: Finance Director's Office

City of Maumee

2011	2012	2013	2014	2015	2016
\$57,495,468	\$58,913,187	\$62,898,608	\$66,585,400	\$68,920,791	\$72,098,656
21,154,630	19,656,012	22,949,941	19,385,349	19,466,385	18,879,241
5,767,727	5,975,023	1,905,294	(8,924,618)	(8,275,488)	(9,063,591)
<u>\$84,417,825</u>	<u>\$84,544,222</u>	<u>\$87,753,843</u>	<u>\$77,046,131</u>	<u>\$80,111,688</u>	<u>\$81,914,306</u>
\$7,082,316	\$6,586,656	\$7,807,009	\$8,330,869	\$8,247,769	\$8,238,319
3,157,161	3,983,532	3,557,458	3,134,161	3,326,522	3,058,268
<u>\$10,239,477</u>	<u>\$10,570,188</u>	<u>\$11,364,467</u>	<u>\$11,465,030</u>	<u>\$11,574,291</u>	<u>\$11,296,587</u>
\$64,577,784	\$65,499,843	\$70,705,617	\$74,916,269	\$77,168,560	\$80,336,975
21,154,630	19,656,012	22,949,941	19,385,349	19,466,385	18,879,241
8,924,888	9,958,555	5,462,752	(5,790,457)	(4,948,966)	(6,005,323)
<u>\$94,657,302</u>	<u>\$95,114,410</u>	<u>\$99,118,310</u>	<u>\$88,511,161</u>	<u>\$91,685,979</u>	<u>\$93,210,893</u>

City of Maumee

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2007	2008	2009	2010
Expenses				
Governmental Activities:				
Security of Persons and Property	\$10,480,176	\$11,025,629	\$11,193,442	\$10,552,642
Public Health and Welfare Services	179,241	178,916	195,609	189,019
Leisure Time Activities	2,618,969	2,699,355	2,549,307	2,258,904
Community Environment	923,682	953,708	1,847,112	1,809,538
Basic Utility Services	1,654,264	1,113,045	1,334,689	1,328,386
Transportation	3,724,243	3,945,062	3,002,951	3,453,003
General Government	6,204,321	5,860,360	5,711,331	4,615,410
Interest and Fiscal Charges	1,124,575	1,130,792	1,000,008	959,801
<i>Total Governmental Activities Expenses</i>	<u>26,909,471</u>	<u>26,906,867</u>	<u>26,834,449</u>	<u>25,166,703</u>
Business-type Activities:				
Water	2,134,025	2,181,887	2,132,877	2,226,566
Sewer	2,404,604	1,958,278	1,995,720	1,898,772
<i>Total Business-type Activities Expenses</i>	<u>4,538,629</u>	<u>4,140,165</u>	<u>4,128,597</u>	<u>4,125,338</u>
<i>Total Primary Government Expenses</i>	<u>\$31,448,100</u>	<u>\$31,047,032</u>	<u>\$30,963,046</u>	<u>\$29,292,041</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$1,410,553	\$1,455,985	\$1,149,935	\$1,259,823
Public Health and Welfare Services	66,618	50,707	43,895	52,156
Leisure Time Activities	572,578	583,411	603,625	632,025
Community Environment	368,988	191,824	138,213	153,774
Basic Utility Services	1,400	1,200	1,000	1,000
Transportation	9,781	33,352	76,726	37,237
General Government	1,057,637	1,289,662	1,492,031	1,315,871
Operating Grants and Contributions	1,497,173	1,139,735	1,047,525	1,061,944
Capital Grants and Contributions	0	938,673	1,819,620	1,413,056
<i>Total Governmental Activities</i>	<u>4,984,728</u>	<u>5,684,549</u>	<u>6,372,570</u>	<u>5,926,886</u>
<i>Program Revenues</i>	<u>4,984,728</u>	<u>5,684,549</u>	<u>6,372,570</u>	<u>5,926,886</u>

City of Maumee

2011	2012	2013	2014	2015	2016
\$10,641,179	\$10,746,324	\$10,606,516	\$9,527,150	\$10,540,159	\$11,317,154
165,442	172,089	164,668	146,738	210,615	182,185
2,270,665	2,251,416	2,364,668	2,020,368	2,310,115	2,554,686
1,479,133	1,804,261	1,939,713	3,737,546	1,827,141	1,891,203
1,204,565	1,396,847	1,236,210	976,801	1,159,524	1,234,371
2,430,978	2,488,429	1,501,014	3,144,020	3,847,362	3,976,872
5,473,180	5,842,786	6,369,154	6,574,052	4,323,235	4,643,289
927,759	940,646	1,092,656	903,054	746,214	711,056
<u>24,592,901</u>	<u>25,642,798</u>	<u>25,274,599</u>	<u>27,029,729</u>	<u>24,964,365</u>	<u>26,510,816</u>
2,266,576	2,403,472	2,068,851	2,221,508	2,800,607	2,931,995
1,959,951	1,906,596	1,960,361	1,929,393	1,917,163	2,485,806
<u>4,226,527</u>	<u>4,310,068</u>	<u>4,029,212</u>	<u>4,150,901</u>	<u>4,717,770</u>	<u>5,417,801</u>
<u>\$28,819,428</u>	<u>\$29,952,866</u>	<u>\$29,303,811</u>	<u>\$31,180,630</u>	<u>\$29,682,135</u>	<u>\$31,928,617</u>
\$1,271,336	\$1,318,357	\$1,278,074	\$1,449,829	\$1,430,942	\$1,508,283
53,048	40,111	39,594	42,024	37,114	57,627
766,832	727,558	641,548	615,640	663,609	728,206
207,503	255,777	520,908	284,053	242,865	340,272
2,100	1,400	700	400	2,200	1,800
7,876	10,276	5,229	10,352	10,720	20,608
1,366,054	1,506,151	1,683,450	1,801,812	1,773,242	2,048,915
970,969	989,816	970,585	1,649,111	987,392	963,361
922,759	2,972	2,263,724	359,755	1,026,145	1,024,354
<u>5,568,477</u>	<u>4,852,418</u>	<u>7,403,812</u>	<u>6,212,976</u>	<u>6,174,229</u>	<u>6,693,426</u>

(continued)

City of Maumee

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2007	2008	2009	2010
Business-type Activities:				
Charges for Services				
Water	1,941,680	1,950,289	1,979,900	1,934,810
Sewer	2,165,923	2,578,687	2,725,985	2,817,549
Capital Grants and Contributions	1,231,878	0	0	0
<i>Total Business-type Activities</i>				
<i>Program Revenues</i>	5,339,481	4,528,976	4,705,885	4,752,359
<i>Total Primary Government</i>				
<i>Program Revenues</i>	10,324,209	10,213,525	11,078,455	10,679,245
Net (Expense)/Revenue				
Governmental Activities	(21,924,743)	(21,222,318)	(20,461,879)	(19,239,817)
Business-type Activities	800,852	388,811	577,288	627,021
<i>Total Primary Government</i>				
<i>Net (Expense)/Revenue</i>	(\$21,123,891)	(\$20,833,507)	(\$19,884,591)	(\$18,612,796)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes	\$3,621,148	\$1,987,788	\$3,245,190	\$3,483,872
Municipal Income Taxes	15,842,248	15,332,506	13,918,990	14,458,832
Grants and Entitlements not Restricted to Specific Programs	1,776,184	2,257,428	1,211,635	1,223,418
Investment Earnings	2,070,882	1,019,797	135,797	175,899
Miscellaneous	396,965	650,879	575,680	780,146
Transfers	22,000	3,913	82,550	106,650
<i>Total Governmental Activities</i>	23,729,427	21,252,311	19,169,842	20,228,817
Business-type Activities:				
Transfers	(22,000)	(3,913)	(82,550)	(106,650)
Special Item: Loss on Disposal of Capital Assets	0	(1,365,654)	0	0
<i>Total Business-type Activities</i>	(22,000)	(1,369,567)	(82,550)	(106,650)
<i>Total Primary Government</i>	\$23,707,427	\$19,882,744	\$19,087,292	\$20,122,167
Change in Net Position				
Governmental Activities	\$1,804,684	\$29,993	(\$1,292,037)	\$989,000
Business-type Activities	778,852	(980,756)	494,738	520,371
<i>Total Primary Government</i>				
<i>Change in Net Position</i>	\$2,583,536	(\$950,763)	(\$797,299)	\$1,509,371

Source: Finance Director's Office

City of Maumee

2011	2012	2013	2014	2015	2016
2,148,540	2,426,531	2,992,953	3,016,649	3,005,673	3,280,967
2,835,042	2,696,794	1,956,156	1,889,383	1,816,358	1,854,130
0	0	0	0	0	0
4,983,582	5,123,325	4,949,109	4,906,032	4,822,031	5,135,097
10,552,059	9,975,743	12,352,921	11,119,008	10,996,260	11,828,523
(19,024,424)	(20,790,380)	(17,870,787)	(20,816,753)	(18,790,136)	(19,817,390)
757,055	813,257	919,897	755,131	104,261	(282,704)
<u>(\$18,267,369)</u>	<u>(\$19,977,123)</u>	<u>(\$16,950,890)</u>	<u>(\$20,061,622)</u>	<u>(\$18,685,875)</u>	<u>(\$20,100,094)</u>
\$3,697,524	\$3,357,163	\$3,329,960	\$3,560,176	\$3,647,674	\$3,658,384
14,809,322	15,066,453	15,726,286	16,107,839	15,905,895	16,775,932
1,599,718	1,502,439	1,622,488	1,094,612	909,369	787,888
387,830	313,427	31,706	271,477	260,691	164,648
270,846	194,749	244,350	650,243	1,137,064	238,156
215,864	482,546	125,618	(135,618)	(5,000)	(5,000)
<u>20,981,104</u>	<u>20,916,777</u>	<u>21,080,408</u>	<u>21,548,729</u>	<u>21,855,693</u>	<u>21,620,008</u>
(215,864)	(482,546)	(125,618)	135,618	5,000	5,000
0	0	0	0	0	0
<u>(215,864)</u>	<u>(482,546)</u>	<u>(125,618)</u>	<u>135,618</u>	<u>5,000</u>	<u>5,000</u>
<u>\$20,765,240</u>	<u>\$20,434,231</u>	<u>\$20,954,790</u>	<u>\$21,684,347</u>	<u>\$21,860,693</u>	<u>\$21,625,008</u>
\$1,956,680	\$126,397	\$3,209,621	\$731,976	\$3,065,557	\$1,802,618
541,191	330,711	794,279	890,749	109,261	(277,704)
<u>\$2,497,871</u>	<u>\$457,108</u>	<u>\$4,003,900</u>	<u>\$1,622,725</u>	<u>\$3,174,818</u>	<u>\$1,524,914</u>

City of Maumee

Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2007	2008	2009	2010
General Fund				
Nonspendable	\$0	\$0	\$0	\$125,972
Committed	0	0	0	1,000
Assigned	0	0	0	54,100
Unassigned	0	0	0	7,532,478
Reserved	210,647	111,624	499,270	0
Unreserved (Deficit)	(143,748)	82,390	(97,854)	0
Total General Fund	66,899	194,014	401,416	7,713,550
All Other Governmental Funds				
Nonspendable	0	0	0	38,135
Restricted	0	0	0	23,830,058
Committed	0	0	0	189,623
Assigned	0	0	0	1,033
Unassigned (Deficit)	0	0	0	(716,183)
Reserved	648,928	894,196	522,663	0
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	28,773,091	34,556,878	28,919,223	0
Debt Service Funds	393,757	442,440	733,260	0
Capital Projects Funds (Deficit)	(513,014)	(2,706,232)	59,755	0
Total All Other Governmental Funds	29,302,762	33,187,282	30,234,901	23,342,666
Total Governmental Funds	\$29,369,661	\$33,381,296	\$30,636,317	\$31,056,216

Source: Finance Director's Office

Note: The City implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds. As a result, the 2010 fund balances were reclassified to reflect the effect of GASB 54.

City of Maumee

2011	2012	2013	2014	2015	2016
\$103,382	\$148,678	\$186,522	\$120,588	\$104,913	\$214,768
18,876	200	200	200	100	80
41,472	35,292	157,903	130,798	642,432	138,823
14,129,522	12,575,350	11,389,451	10,559,962	9,453,481	9,646,220
0	0	0	0	0	0
0	0	0	0	0	0
<u>14,293,252</u>	<u>12,759,520</u>	<u>11,734,076</u>	<u>10,811,548</u>	<u>10,200,926</u>	<u>9,999,891</u>
60,537	46,551	26,639	84,591	280,548	142,241
18,028,242	19,092,344	20,238,376	19,002,256	18,736,563	17,770,317
2,265,672	1,812,537	207,986	739,952	1,080,811	839,292
1,268	1,299	130,797	2,074	119	54
(131,534)	(149,859)	(1,908,339)	(185,213)	(119,510)	(202,492)
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>20,224,185</u>	<u>20,802,872</u>	<u>18,695,459</u>	<u>19,643,660</u>	<u>19,978,531</u>	<u>18,549,412</u>
<u>\$34,517,437</u>	<u>\$33,562,392</u>	<u>\$30,429,535</u>	<u>\$30,455,208</u>	<u>\$30,179,457</u>	<u>\$28,549,303</u>

City of Maumee

Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2007	2008	2009	2010
Revenues:				
Taxes	\$19,591,553	\$17,273,999	\$17,180,973	\$17,942,726
Intergovernmental Revenues	4,335,755	4,711,933	4,284,104	4,418,801
Charges for Services	1,014,045	1,017,424	998,873	1,204,405
Licenses and Permits	375,432	229,440	171,446	180,061
Investment Earnings	2,070,882	1,019,797	135,797	175,899
Special Assessments	534,562	1,143,373	500,619	409,651
Fines and Forfeitures	754,299	816,352	792,993	903,699
All Other Revenue	360,482	490,786	965,533	801,387
Total Revenue	<u>29,037,010</u>	<u>26,703,104</u>	<u>25,030,338</u>	<u>26,036,629</u>
Expenditures:				
Current:				
Security of Persons and Property	9,801,436	10,236,040	10,525,777	10,161,074
Public Health and Welfare Services	178,810	178,342	195,178	186,856
Leisure Time Activities	2,076,019	2,217,920	2,067,222	1,807,043
Community Environment	912,773	931,944	1,850,979	1,781,946
Basic Utility Services	1,517,083	1,094,220	1,067,447	1,006,296
Transportation	2,959,456	3,401,097	3,025,992	2,945,877
General Government	4,620,286	5,391,588	5,448,938	4,179,425
Capital Outlay	12,880,454	2,925,971	1,712,660	1,290,490
Debt Service:				
Principal Retirement	968,291	847,391	1,412,808	987,917
Interest and Fiscal Charges	1,130,336	1,101,574	1,002,980	962,954
Total Expenditures	<u>37,044,944</u>	<u>28,326,087</u>	<u>28,309,981</u>	<u>25,309,878</u>
Excess (Deficiency) of Revenues Over Expenditures	(8,007,934)	(1,622,983)	(3,279,643)	726,751

City of Maumee

2011	2012	2013	2014	2015	2016
\$18,542,421	\$18,443,591	\$19,068,592	\$19,685,553	\$19,556,777	\$20,426,127
4,300,972	3,303,025	3,342,083	6,068,460	3,320,964	3,266,733
1,386,795	1,341,075	1,248,031	1,294,693	1,403,845	1,424,186
258,078	306,020	348,666	282,768	301,652	394,582
387,830	313,427	31,706	271,477	260,691	164,648
382,906	371,484	386,445	377,112	412,393	357,881
858,246	942,764	975,282	1,012,948	980,851	1,058,949
353,475	468,853	820,423	1,093,452	1,506,566	688,245
<u>26,470,723</u>	<u>25,490,239</u>	<u>26,221,228</u>	<u>30,086,463</u>	<u>27,743,739</u>	<u>27,781,351</u>
9,534,574	9,846,036	9,813,684	9,802,996	9,785,731	9,887,578
165,134	171,781	164,360	175,356	211,153	172,990
1,728,961	1,788,381	1,763,206	1,795,092	1,735,306	1,920,197
1,485,530	1,784,568	1,912,551	4,447,846	1,822,244	1,847,390
957,869	1,112,702	1,092,341	975,995	955,301	982,142
2,371,081	2,968,471	2,172,937	2,576,246	2,794,800	2,225,506
4,975,105	5,290,472	5,835,155	7,140,940	3,866,814	4,196,386
3,980,347	1,814,700	8,633,635	588,845	4,607,265	5,726,194
1,037,475	5,102,578	1,535,000	1,620,000	1,770,000	1,855,000
902,669	969,618	1,072,239	824,646	691,152	629,947
<u>27,138,745</u>	<u>30,849,307</u>	<u>33,995,108</u>	<u>29,947,962</u>	<u>28,239,766</u>	<u>29,443,330</u>
(668,022)	(5,359,068)	(7,773,880)	138,501	(496,027)	(1,661,979)

(Continued)

City of Maumee

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Other Financing Sources (Uses):				
Sale of Capital Assets	120,000	134,500	138,211	67,434
Payments to Refunding Bonds				
General Obligation Notes Issued	0	0	0	0
General Obligation Bonds Issued	0	4,845,000	0	0
Premiums on Bonds Issued				
Special Assessment Bonds Issued	0	161,800	350,000	0
Special Assessment Notes Issued	0	455,000	0	0
Transfers In	19,516,248	15,371,210	15,731,228	14,524,697
Transfers Out	(19,494,248)	(15,367,297)	(15,648,678)	(14,418,047)
Total Other Financing Sources (Uses)	<u>142,000</u>	<u>5,600,213</u>	<u>570,761</u>	<u>174,084</u>
Net Change in Fund Balance	<u>(\$7,865,934)</u>	<u>\$3,977,230</u>	<u>(\$2,708,882)</u>	<u>\$900,835</u>
Debt Service as a Percentage of Noncapital Expenditures	8.75%	7.84%	9.61%	8.50%

City of Maumee

2011	2012	2013	2014	2015	2016
100,109	6,731	6,348	78,786	0	166,785
		(4,282,901)	(9,109,983)	0	0
3,808,840	0	0	0	0	0
0	3,910,000	8,405,000	9,035,000	0	0
		423,562	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
8,264,481	8,423,944	3,788,416	5,039,133	4,527,161	5,010,785
(8,048,617)	(7,941,398)	(3,662,798)	(5,174,751)	(4,532,161)	(5,015,785)
4,124,813	4,399,277	4,677,627	(131,815)	(5,000)	161,785
<u>\$3,456,791</u>	<u>(\$959,791)</u>	<u>(\$3,096,253)</u>	<u>\$6,686</u>	<u>(\$501,027)</u>	<u>(\$1,500,194)</u>
8.77%	22.22%	11.05%	10.13%	10.38%	10.04%

City of Maumee

Income Tax Revenues by Source, Governmental Funds Last Ten Years

Tax year (in thousands)	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income	\$711,206	\$733,546	\$733,546	\$588,226	\$682,414
Total Tax Collected	\$15,721	\$15,513	\$13,980	\$14,749	\$16,214
Income Tax Receipts					
Withholding	\$13,028	\$12,353	\$11,717	\$12,386	\$12,994
Percentage	82.9%	79.6%	83.8%	84.0%	80.1%
Corporate	\$1,713	\$2,120	\$1,310	\$1,503	\$2,163
Percentage	10.9%	13.7%	9.4%	10.2%	13.3%
Individuals	\$980	\$1,040	\$953	\$860	\$1,057
Percentage	6.2%	6.7%	6.8%	5.8%	6.6%

Source: City Income Tax Department

City of Maumee

2012	2013	2014	2015	2016
1.50%	1.50%	1.50%	1.50%	1.50%
\$682,671	\$653,570	\$667,685	\$662,185	\$628,995
\$15,996	\$16,819	\$17,259	\$18,218	\$18,866
\$13,447	\$13,859	\$14,213	\$14,959	\$15,477
84.1%	82.4%	82.4%	82.1%	82.0%
\$1,563	\$1,923	\$1,978	\$2,107	\$1,997
9.7%	11.4%	11.4%	11.6%	10.5%
\$986	\$1,037	\$1,068	\$1,152	\$1,392
6.2%	6.2%	6.2%	6.3%	7.5%



City of Maumee

Income Tax Statistics Current Year and Nine Years Ago

Calendar Year 2016				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
Top Ten	10	0.10%	\$47,373,000	9.15%
All Others	9,627	99.90%	470,490,666	90.85%
Total	9,637	100.00%	\$517,863,666	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Maumee	\$932,023
Taxes Credited to Other Municipalities	4,220,414
	\$5,152,437

Calendar Year 2007				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
Top Ten	10	0.11%	\$51,958,282	11.72%
All Others	9,238	99.89%	391,428,091	88.28%
Total	9,248	100.00%	\$443,386,373	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Maumee	\$1,192,978
Taxes Credited to Other Municipalities	3,414,991
	\$4,607,969

Source: City Income Tax Department

City of Maumee

Ratio of Outstanding Debt by Type Last Ten Years

	2007	2008	2009	2010
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$18,875,000	\$23,050,000	\$22,190,000	\$21,275,000
Special Assessment Bonds Payable	100,000	0	0	0
Long-Term Notes Payable	0	455,000	0	0
Ohio Water Development Authority Loans Payable	367,349	302,758	234,130	161,213
Ohio Public Works Commission Loan	0	0	0	0
Business-type Activities ⁽¹⁾				
General Obligation Bonds Payable	0	0	0	0
Total Primary Government	<u>\$19,342,349</u>	<u>\$23,807,758</u>	<u>\$22,424,130</u>	<u>\$21,436,213</u>
Population ⁽²⁾				
City of Maumee	15,074	15,074	15,074	14,286
Outstanding Debt Per Capita	\$1,283	\$1,579	\$1,488	\$1,501
Income ⁽³⁾				
Personal (in thousands)	\$711,206	\$733,546	\$733,546	\$588,226
Percentage of Personal Income	2.72%	3.25%	3.06%	3.64%

Sources:

- (1) City Finance Director's Office
- (2) US Bureau of Census, Population Division
- (3) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation

City of Maumee

2011	2012	2013	2014	2015	2016
\$20,315,000	\$23,015,000	\$26,464,308	\$25,410,054	\$23,610,800	\$21,726,546
0	0	0	0	0	0
3,808,840	0	0	0	0	0
83,738	0	0	0	0	0
0	0	0	0	0	0
0	0	1,100,518	986,016	871,514	752,012
<u>\$24,207,578</u>	<u>\$23,015,000</u>	<u>\$27,564,826</u>	<u>\$26,396,070</u>	<u>\$24,482,314</u>	<u>\$22,478,558</u>
14,286	14,286	14,286	14,286	14,286	14,286
\$1,694	\$1,611	\$1,929	\$1,848	\$1,714	\$1,573
\$682,414	\$682,671	\$653,570	\$667,685	\$662,185	\$628,995
3.55%	3.37%	4.22%	3.95%	3.70%	3.57%

City of Maumee

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2007	2008	2009	2010
Population (1)	15,074	15,074	15,074	14,286
Personal Income (2)	\$711,206,394	\$733,546,062	\$733,546,062	\$588,226,050
General Bonded Debt (3)				
General Obligation Bonds	\$18,875,000	\$23,050,000	\$22,190,000	\$21,275,000
Resources Available to Pay Principal (4)	\$552	\$26,159	\$1,994	\$1,029
Net General Bonded Debt	\$18,874,448	\$23,023,841	\$22,188,006	\$21,273,971
Ratio of Net Bonded Debt to Personal Income	2.65%	3.14%	3.02%	3.62%
Net Bonded Debt per Capita	\$1,252.12	\$1,527.39	\$1,471.94	\$1,489.15

Source:

(1) U.S. Bureau of Census of Population

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

(3) Includes all general obligation bonded debt supported by property taxes.

(4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

City of Maumee

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
14,286	14,286	14,286	14,286	14,286	14,286
\$682,413,648	\$682,670,796	\$653,570,000	\$667,684,782	\$662,184,672	\$628,995,000
\$20,315,000	\$23,015,000	\$27,564,826	\$26,396,070	\$24,482,314	\$22,478,558
\$1,264	\$1,299	\$130,797	\$2,074	\$119	\$54
\$20,313,736	\$23,013,701	\$27,434,029	\$26,393,996	\$24,482,195	\$22,478,504
2.98%	3.37%	4.20%	3.95%	3.70%	3.57%
\$1,421.93	\$1,610.93	\$1,920.34	\$1,847.54	\$1,713.72	\$1,573.46



City of Maumee

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2016*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Maumee</u>	<u>Amount Applicable to the City of Maumee</u>
Direct:			
City of Maumee	21,726,546	100.00%	\$21,726,546
Overlapping:			
Lucas County	65,583,100	5.87%	3,849,728
Maumee City School District	26,879,729	89.77%	24,129,933
Anthony Wayne School	25,365,137	4.85%	1,230,209
Springfield Local School District	7,265,000	1.22%	88,633
		Subtotal	<u>29,298,503</u>
		Total	<u><u>\$51,025,049</u></u>

Sources: Maumee City for Maumee debt; Ohio Municipal Advisory Council for Gross Debt Outstanding for Maumee City School District, Anthony Wayne & Springfield Local School Districts, and the Lucas County Auditor for Lucas County Debt and Percentages Applicable to Maumee.

Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

City of Maumee

Debt Limitations Last Ten Years

Collection Year	2007	2008	2009	2010
Total Debt				
Net Assessed Valuation	\$533,954,034	\$519,607,397	\$458,186,785	\$460,033,780
Legal Debt Limitation (%) ⁽¹⁾	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) ⁽¹⁾	56,065,174	54,558,777	48,109,612	48,303,547
City Debt Outstanding ⁽²⁾	21,518,200	18,205,000	17,500,000	16,745,000
Less: Applicable Debt Service Fund Amounts	(552)	(26,159)	(1,994)	(1,029)
Net Indebtedness Subject to Limitation	<u>21,517,648</u>	<u>18,178,841</u>	<u>17,498,006</u>	<u>16,743,971</u>
Overall Legal Debt Margin	<u>\$34,547,526</u>	<u>\$36,379,936</u>	<u>\$30,611,606</u>	<u>\$31,559,576</u>
Unvoted Debt				
Net Assessed Valuation	\$533,954,034	\$519,607,397	\$458,186,785	\$460,033,780
Legal Debt Limitation (%) ⁽¹⁾	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) ⁽¹⁾	29,367,472	28,578,407	25,200,273	25,301,858
City Debt Outstanding ⁽²⁾	21,518,200	18,205,000	17,500,000	16,745,000
Less: Applicable Debt Service Fund Amounts	(552)	(26,159)	(1,994)	(1,029)
Net Indebtedness Subject to Limitation	<u>21,517,648</u>	<u>18,178,841</u>	<u>17,498,006</u>	<u>16,743,971</u>
Overall Legal Debt Margin	<u>\$7,849,824</u>	<u>\$10,399,566</u>	<u>\$7,702,267</u>	<u>\$8,557,887</u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.
Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: Finance Director's Office

City of Maumee

2011	2012	2013	2014	2015	2016
\$454,873,000	\$411,184,470	\$455,841,390	\$410,882,660	\$420,222,460	\$423,412,840
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
47,761,665	43,174,369	47,863,346	43,142,679	44,123,358	44,458,348
15,950,000	15,105,000	18,495,000	17,820,000	16,405,000	14,920,000
(1,264)	(1,299)	(130,797)	(2,074)	(119)	(54)
15,948,736	15,103,701	18,364,203	17,817,926	16,404,881	14,919,946
\$31,812,929	\$28,070,668	\$29,499,143	\$25,324,753	\$27,718,477	\$29,538,402
\$454,873,000	\$411,184,470	\$455,841,390	\$410,882,660	\$420,222,460	\$423,412,840
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
25,018,015	22,615,146	25,071,276	22,598,546	23,112,235	23,287,706
15,950,000	15,105,000	18,495,000	17,820,000	16,405,000	14,920,000
(1,264)	(1,299)	(130,797)	(2,074)	(119)	(54)
15,948,736	15,103,701	18,364,203	17,817,926	16,404,881	14,919,946
\$9,069,279	\$7,511,445	\$6,707,073	\$4,780,620	\$6,707,354	\$8,367,760

City of Maumee

Demographic and Economic Statistics Last Ten Years

Calendar Year	2007	2008	2009	2010
Population (1)				
City of Maumee	15,074	15,074	15,074	14,286
Lucas County	455,054	440,456	463,493	441,815
Income (2) (a)				
Total Personal Municipal (in thousands)	711,206	733,546	733,546	588,226
Per Return Municipal	47,181	48,663	48,663	41,175
Unemployment Rate (3)				
Federal	4.6%	5.8%	9.3%	9.6%
State	5.6%	6.6%	10.2%	10.1%
Lucas County	6.7%	8.3%	12.2%	11.3%
Civilian Work Force Estimates (3)				
State	5,976,500	5,986,400	5,970,200	5,897,600
Lucas County	225,300	225,000	219,800	220,000

Sources:

(1) US Bureau of Census of Population

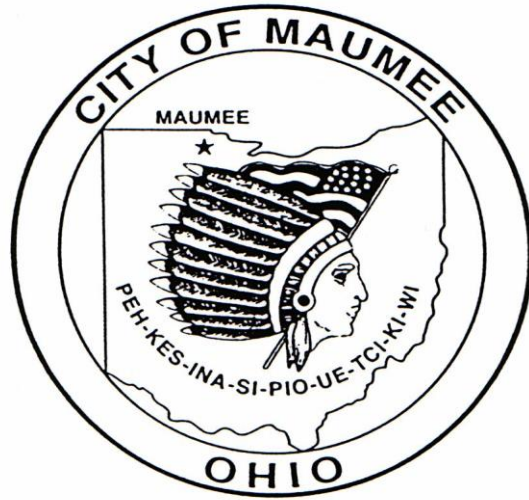
(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

(3) State Department of Labor Statistics

City of Maumee

2011	2012	2013	2014	2015	2016
14,286	14,286	14,286	14,286	14,286	14,286
441,815	441,815	441,815	441,815	441,815	441,815
682,414	682,671	653,570	667,685	662,185	628,995
47,768	47,786	45,749	46,737	46,352	44,029
8.9%	7.8%	7.4%	6.2%	5.0%	4.7%
8.6%	6.7%	7.1%	5.7%	4.8%	5.0%
8.4%	7.5%	7.4%	5.9%	4.8%	4.7%
5,806,000	5,728,700	5,758,120	5,719,000	5,694,000	5,686,700
210,721	193,232	204,100	207,900	209,708	302,800



City of Maumee

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2016		
		Number of Employees	Rank	Percentage of Total Employment
United Parcel Service	Package Delivery/Terminal	3,026	1	7.56%
St. Luke's Hospital	Hospital	1,552	2	3.88%
Andersons	AgriBusiness, Grain Elevator	1,495	3	3.73%
Dana Corporation	Automotive Supplier	1,079	4	2.70%
Maumee Board of Education	Public School	608	5	1.52%
Paramount Care Inc.	Medical Service	567	6	1.42%
Promedica Health System	Medical Service	288	7	0.72%
Matrix Technologies Inc	Industrial Engineering	250	8	0.62%
Therma Tru Corp.	Window Manufacturer/Retailer	212	9	0.53%
Spartan Chemical Co.	Chemical Manufacturer	205	10	0.51%
Total		9,282		
Total Employment within the City		40,030		

Employer	Nature of Business	2007		
		Number of Employees	Rank	Percentage of Total Employment
United Parcel Service	Package Delivery	2,841	1	8.21%
St. Luke's Hospital	Hospital	1,565	2	4.52%
The Andersons, Inc.	Retail Sales - Grain/ Fertilizer	1,473	3	4.26%
Hickory Farms, Inc	Corporation Office & Catalogue Sales	1,055	4	3.05%
Ford Motor Company	Automotive Stamping	819	5	2.37%
Dana Corporation	Automotive Parts and Components	732	6	2.12%
Maumee City School District	Education	571	7	1.65%
Meijer, Inc.	Retail Sales	519	8	1.50%
Paramount Care, Inc.	Health Care Administrator	408	9	1.18%
Maritz Research, Inc	Market Research	325	10	0.94%
Total		10,308		
Total Employment within the City		34,600		

Source:
City Income Tax Department

City of Maumee

Full Time Equivalent Employees by Function Last Ten Years

	2007	2008	2009	2010	2011
Governmental Activities					
General Government					
Finance	12.5	12.5	10.5	11.0	10.5
Legal/Court	30	30	29	26	27.5
Administration	5	5	5	5	5
Security of Persons and Property					
Police	66	67	65	62	61
Fire	43	43	39	37	36.5
Transportation					
Street	28	26	25	21	21
Leisure Time Activities					
Recreation/Seniors	36	36	26.5	22	20.75
Community Environment					
Service	5	5	5	5	5
Business-Type Activities					
Utilities					
Water	8	8	8	9	8.25
Sewer	5	6	5	5	4.75
Storm Water	5	5	5	5	4.75
<i>Total Employees</i>	<u>243.5</u>	<u>243.5</u>	<u>223</u>	<u>208</u>	<u>205</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: Finance Director's Office

City of Maumee

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
10.5	10	11	11	11
29	31	27	27	26
5	5	5	5	5
62	63.75	59.50	61.50	60.50
40	39.50	39.00	38.50	33.50
23	21.75	20.75	20.75	21.75
24	23.75	22.00	24.75	22.25
5	5	5	5	5
8.25	9.25	8.25	7.25	8.25
4.75	5.25	5.75	4.00	4.75
4.75	5.25	5.75	4.00	4.75
<u>216</u>	<u>220</u>	<u>209</u>	<u>209</u>	<u>203</u>

City of Maumee

Operating Indicators by Function Last Ten Years

	2007	2008	2009	2010
Governmental Activities				
General Government				
Court				
Number of Probation Cases	793	735	763	606
Number of Traffic Cases	8,250	9,027	7,587	7,665
Number of Criminal Cases	1,340	1,230	1,166	1,115
Security of Persons and Property				
Police				
Number of Calls For Service	20,153	21,897	20,621	20,097
Number of Citations Issued	2,352	2,909	2,195	2,195
Number of Arrests	1,226	1,309	1,303	1,233
Number of Accidents	747	851	763	818
Fire				
Number of Fire Calls	435	428	360	404
Number of EMS Runs	2,488	2,714	2,739	2,894
Number of Inspections	2,993	3,109	2,676	2,650
Transportation				
Street				
Number of Streets Resurfaced	5	6	7	8
Road Salt Used (Tons)	4,582	6,470	2,657	4,338
Asphalt Laid (Tons)	477	750	792	657
Leisure Time Activities				
Recreation/Seniors				
Number of Family Pool Passes Issued	777	669	660	436
Pool Attendance	22,812	18,588	19,134	18,686
Community Environment				
Licenses and Permits				
Number of Residential Building Permits	248	338	280	308
Number of Commercial Building Permits	121	211	153	144
Public Health and Welfare				
Cemetery				
Number of Burials	43	32	37	40
Number of Footers For Monuments Installed	32	24	29	33

City of Maumee

2011	2012	2013	2014	2015	2016
488	489	453	424	555	578
6,745	7,949	8,350	7,999	7,389	7,934
1,019	1,151	995	1,083	1,115	1,067
18,441	15,873	15,582	19,230	24,202	28,355
1,930	2,012	1,715	2,355	2,420	2,841
1,100	806	969	1,338	1,089	1,170
816	565	575	673	684	681
376	409	357	427	498	506
2,549	2,818	2,607	3,008	3,183	3,056
2,569	1,983	2,109	1,903	1,484	1,884
6	8	10	10	6	7
3,950	2,500	4,100	4,392	3,500	1,500
547	412	350	360	255	360
515	488	310	363	249	310
23,204	23,147	16,792	16,457	23,073	27,786
244	594	259	247	259	293
193	528	181	134	113	128
35	41	30	42	28	42
29	22	24	22	18	31

(Continued)

City of Maumee

Operating Indicators by Function Last Ten Years

	2007	2008	2009	2010
Business-Type Activities				
Water				
Number of New Service Connections	7	10	17	25
Water Main Breaks	41	38	22	26
Gallons Purchased (thousands of gallons)	862,000	767,000	737,000	745,000
Daily Average Consumption (thousands of gallons)	2,362	2,101	2,019	2,041
Sanitary Sewer				
Number of New Service Connections	8	5	2	7
Number of Manhole Repairs	4	5	1	1
Waste Water Treated (thousands of gallons)	1,285,000	1,272,000	1,138,000	1,089,000
Daily Average Sewage Treatment (thousands of gallons)	3,521	3,485	3,118	2,984
Storm Water Drainage				
Number of New Service Connections	7	4	2	7

Source: Finance Director's Office

City of Maumee

2011	2012	2013	2014	2015	2016
6	2	3	0	0	7
26	35	33	33	22	38
745,658	745,898	740,419	798,163	712,688	722,490
2,043	1,950	2,029	2,187	1,953	1,979
4	4	2	2	0	5
3	2	3	5	5	3
1,275,000	863,000	915,000	894,600	1,085,025	998,400
3,493	2,364	2,507	2,451	2,973	2,735
6	0	2	1	0	0

City of Maumee

Capital Asset Statistics by Function Last Ten Years

	2007	2008	2009	2010	2011
Governmental Activities					
General Government					
Public Buildings	1	1	1	1	1
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Patrol Units	9	9	9	9	9
Fire and Emergency Medical Services					
Stations	2	2	2	2	2
Trucks	13	13	13	13	11
Transportation					
Street					
Streets (lane miles)	98	98	98	137	137
Street Lights	1,464	1,464	1,464	1,494	1,494
Signalized Intersections	27	27	28	31	31
Leisure Time Activities					
Recreation/Seniors					
Land (acres)	126	126	126	126	126
Parks	14	14	14	13	13
Playgrounds	8	8	8	8	8
Swimming Pools	1	1	1	1	1
Tennis Courts	4	4	4	4	4
Baseball/Softball Diamonds	13	13	13	13	13
Soccer Fields	5	5	5	5	5
Business-Type Activities					
Utilities					
Water					
Waterlines (Miles)	82	82	82	80	80
Pump Stations	1	1	1	1	1
Number of Hydrants	934	934	937	925	925
Storage Capacity (thousands of gallons)	4,000	4,000	4,000	4,000	4,000
Sewer, Sanitary					
Sewerlines (Miles)	88	88	88	88	88
Lift Stations	7	7	7	7	7
Storm Water Drainage					
Storm Drains (Miles)	69	70	70	69	69
Lift Stations	2	2	2	3	3

Source: Finance Director's Office

City of Maumee

2012	2013	2014	2015	2016
1	1	1	1	1
1	1	1	1	1
10	10	10	10	8
2	2	2	2	2
12	12	13	13	12
137	137	137	137	137
1,494	1,494	1,494	1,494	1,494
31	32	33	33	33
126	126	126	126	126
14	14	14	14	14
8	8	8	8	8
1	1	1	1	1
4	4	4	4	4
13	13	13	13	13
5	5	5	5	5
80	80	80	80	80
1	1	1	1	1
925	925	925	925	925
4,000	4,000	4,000	4,000	4,000
88	88	88	88	88
7	7	7	7	7
69	69	69	69	69
3	3	3	3	3





Dave Yost • Auditor of State

CITY OF MAUMEE

LUCAS COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 25, 2017**